

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DRILL OR REENTER

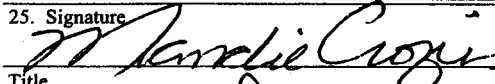

FORM APPROVED
OMB No. 1004-0136
Expires January 31, 2004

1a. Type of Work: <input checked="" type="checkbox"/> DRILL <input type="checkbox"/> REENTER		5. Lease Serial No. UTU-67549
1b. Type of Well: <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/> Single Zone <input checked="" type="checkbox"/> Multiple Zone		6. If Indian, Allottee or Tribe Name N/A
2. Name of Operator Newfield Production Company		7. If Unit or CA Agreement, Name and No. N/A
3a. Address Route #3 Box 3630, Myton UT 84052	3b. Phone No. (include area code) (435) 646-3721	8. Lease Name and Well No. Federal 15-24-9-18
4. Location of Well (Report location clearly and in accordance with any State requirements.) At surface SW/SE 858' FSL 1991' FEL 599090X 40.011563 At proposed prod. zone 4429474Y -109.838997		9. API Well No. 419-047-39211
14. Distance in miles and direction from nearest town or post office* Approximately 23.0 miles southeast of Myton, Utah		10. Field and Pool, or Exploratory Eight Mile Flat
15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any) Approx. 462' f/le, NA f/unit	16. No. of Acres in lease 280.00	11. Sec., T., R., M., or Blk. and Survey or Area SW/SE Sec. 24, T9S R18E
18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft. Approx. 2,220'	17. Spacing Unit dedicated to this well 40 Acres	12. County or Parish Uintah
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 4881' GL	19. Proposed Depth 13,100'	13. State UT
22. Approximate date work will start* 3rd Quarter 2007	20. BLM/BIA Bond No. on file UTB000192	
23. Estimated duration Approximately seven (7) days from spud to rig release.		

24. Attachments

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No.1, shall be attached to this form:

- | | |
|---|--|
| 1. Well plat certified by a registered surveyor. | 4. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above). |
| 2. A Drilling Plan. | 5. Operator certification. |
| 3. A Surface Use Plan (if the location is on National Forest System Lands, the SUPO shall be filed with the appropriate Forest Service Office). | 6. Such other site specific information and/or plans as may be required by the authorized officer. |

25. Signature 	Name (Printed/Typed) Mandie Crozier	Date 4/13/07
Title Regulatory Specialist		
Approved by (Signature) 	Name (Printed/Typed) BRADLEY G. HILL	Date 04-18-07
Title OFFICE ENVIRONMENTAL MANAGER		

Application approval does not warrant or certify the the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Conditions of approval, if any, are attached.

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

*(Instructions on reverse)

RECEIVED

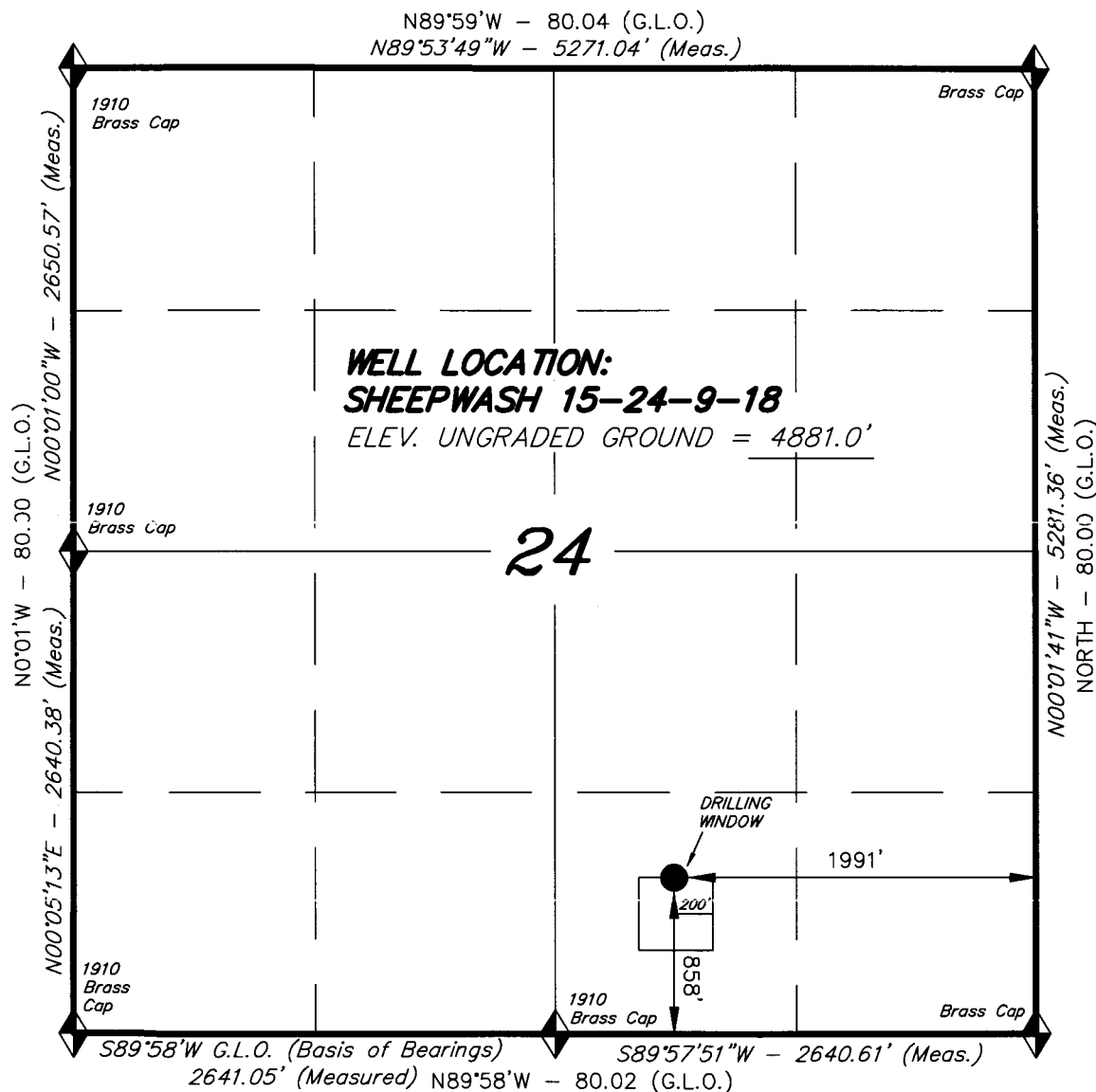
APR 18 2007

Federal Approval of this
Action is Necessary

DIV. OF OIL, GAS & MINING

T9S, R18E, S.L.B.&M.

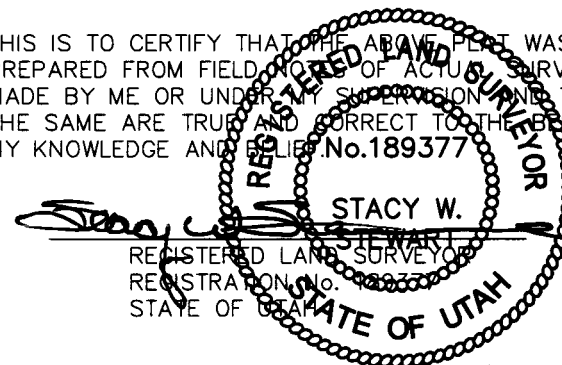
NEWFIELD PRODUCTION COMPANY



WELL LOCATION, SHEEPWASH
 15-24-9-18, LOCATED AS SHOWN IN
 THE SW 1/4 SE 1/4 OF SECTION 24,
 T9S, R18E, S.L.B.&M. UTAH COUNTY,
 UTAH.



THIS IS TO CERTIFY THAT THE ABOVE PLAT WAS
 PREPARED FROM FIELD NOTES OF ACTUAL SURVEYS
 MADE BY ME OR UNDER MY SUPERVISION AND THAT
 THE SAME ARE TRUE AND CORRECT TO THE BEST OF
 MY KNOWLEDGE AND BELIEF. No. 189377



◆ = SECTION CORNERS LOCATED

BASIS OF ELEV;
 U.S.G.S. 7-1/2 min QUAD (UTELAND BUTTE)

SHEEPWASH 15-24-9-18
 (Surface Location) NAD 83
 LATITUDE = 40° 00' 41.37"
 LONGITUDE = 109° 50' 22.86"

TRI STATE LAND SURVEYING & CONSULTING

180 NORTH VERNAL AVE. - VERNAL, UTAH 84078
 (435) 781-2501

DATE SURVEYED: 10-04-06	SURVEYED BY: C.M.
DATE DRAWN: 10-10-06	DRAWN BY: T.C.J.
REVISED:	SCALE: 1" = 1000'

NEWFIELD PRODUCTION COMPANY
FEDERAL #15-24-9-18
SW/SE SECTION 24, T9S, R18E
UINTAH COUNTY, UTAH

ONSHORE ORDER NO. 1

DRILLING PROGRAM

1. GEOLOGIC SURFACE FORMATION:

Uinta formation of Upper Eocene Age

2. ESTIMATED TOPS OF IMPORTANT GEOLOGIC MARKERS:

Green River	955'
Wasatch	5,400'
Mesaverde	9,250'
TD	13,100'

3. ESTIMATED DEPTHS OF ANTICIPATED WATER, OIL, GAS OR MINERALS:

Green River (Douglas Creek) (Oil)	4,075' – 5,400'
Wasatch (Gas)	5,400' – 9,250'
Mesaverde (Gas)	9,250' – 13,100'

Fresh water may be encountered, but would not be expected below about 600'. All water shows and water bearing geologic units shall be reported to the geologic and engineering staff of the Vernal Office prior to running the next string of casing or before plugging orders are requested. All water shows must be reported within one (1) business day after being encountered.

All usable (<10,000 PPM TDS) water and prospectively valuable minerals (as described by BLM at onsite) encountered during drilling will be recorded by depth and adequately protected. This information shall be reported to the Vernal Office.

Detected water flows shall be sampled, analyzed, and reported to the geologic & engineering staff of the Vernal Office. The office may request additional water samples for further analysis. Usage of the State of Utah form *Report of Water Encountered* is acceptable, but not required.

The following information is requested for water shows and samples where applicable:

Location & Sampled Interval	Date Sampled
Flow Rate	Temperature
Hardness	pH
Water Classification (State of Utah)	Dissolved Calcium (Ca) (mg/l)
Dissolved Iron (Fe) (ug/l)	Dissolved Sodium (Na) (mg/l)
Dissolved Magnesium (Mg) (mg/l)	Dissolved Carbonate (CO ₃) (mg/l)
Dissolved Bicarbonate (NaHCO ₃) (mg/l)	Dissolved Chloride (Cl) (mg/l)
Dissolved Sulfate (SO ₄) (mg/l)	Dissolved Total Solids (TDS) (mg/l)

4. **PROPOSED CASING PROGRAM**

a. Casing Design

Description	Interval		Weight (lb/ft)	Grade	Coupling	Pore Press @ Shoe	MW @ Shoe	Frac Grad @ Shoe	Design Factors		
	Top	Btm							Burst	Collapse	Tension
Conductor 13-3/8"	0'	200'									
Surface 8-5/8"	0'	4,000'	32.0	J-55	STC	8.33	8.33	13.0	1.75	1.99	2.91
Prod 4-1/2"	0'	13,100'	13.5	P-110	LTC	10.0	10.5	N/A	2.34	2.01	1.91

Assumptions:

- 1) Surface casing MASP = (frac gradient + 1.0 ppg) – gas gradient
- 2) Interm casing MASP = frac gradient – fresh water gradient
- 3) Prod casing MASP (production mode) = reservoir pressure – gas gradient
- 4) All collapse calculations assume fully evacuated casing = mud weight – gas gradient
- 5) All tension calculations assume air weight

All casing shall be new or, if used, inspected and tested. Used casing shall meet or exceed API standards for new casing.

All casing strings shall have a minimum of 1 (one) centralizer on each of the bottom three (3) joints.

b. Cement Design

Job	Fill	Description	Sacks	OH Excess	Weight (ppg)	Yield (ft ³ /sk)
			ft ³			
Conductor	200'	Class G + 3% CaCl ₂	181 211	30%	15.8	1.17
Surface Casing Lead	3,000'	Prem Lite II + 3% KCl + 2% bentonite	493 1609	30%	11.0	3.26
Surface Casing Tail	1,000'	Class G + 2% CaCl ₂	458 536	30%	15.8	1.17
Prod Casing Lead	2,500'	Prem Lite II + 3% KCl + 2% bentonite	227 740	30%	11.0	3.26
Prod Casing Tail	8,230'	50/50 Poz Class G + 2% bentonite	1935 2399	30%	14.3	1.24

Note: Actual volume pumped will be 15% over caliper log

Waiting On Cement: A minimum of four (4) hours shall elapse prior to attempting any pressure testing of the BOP equipment which would subject the surface casing cement to pressure, and a minimum of six (6) hours shall elapse before drilling out of the wiper plug, cement, or shoe is begun. WOC time shall be recorded in the Driller's Log. Compressive Strength shall be a minimum of 500 psi prior to drilling out.

The Vernal BLM Office shall be notified, with sufficient lead time, in order to have a BLM representative on location while running all casing strings and cementing.

The 8-5/8" surface casing shall in all cases be cemented back to surface. In the event that during the primary surface cementing operation the cement does not circulate to surface, or if the cement level should fall back more than 8 feet from surface, then a remedial surface

cementing operation shall be performed to insure adequate isolation and stabilization of the surface casing.

The production casing cementing program shall be conducted as approved to protect and/or isolate all usable water zones, potentially productive zones, lost circulation zones, abnormally pressured zones, and any prospectively valuable deposits of minerals.

As a minimum, usable water zones shall be isolated and/or protected by having a cement top for the production casing at least 200 feet above the base of the usable water. If gilsonite is encountered while drilling, it shall be isolated and/or protected via the cementing program.

Top plugs shall be used to reduce contamination of cement by displacement fluid. A bottom plug or other acceptable technique, such as a suitable preflush fluid, inner string cement method, etc., shall be utilized to help isolate the cement from contamination by the mud being displaced ahead of the cement slurry.

All casing strings below the conductor shall be pressure tested to 0.22 psi per foot of casing string length or to 1500 psi, whichever is greater, but not to exceed 70% of the minimum internal yield. If pressure declines more than 10% in 30 minutes, corrective action shall be taken.

A Form 3160-5, "Sundry Notices and Reports on Wells" shall be filed with the Vernal Office Manager within 30 days after the work is completed. This report must include the following information:

Setting of each string of casing showing the size, grade, weight of casing set, depth, amounts and type of cement used, whether cement circulated or the top of the cement behind the casing, depth of the cementing tools used, casing test method and results, and the date of the work done. Spud date will be shown on the first reports submitted.

5. **MINIMUM SPECIFICATIONS FOR PRESSURE CONTROL:**

The Company's Class III (3) 5M minimum specifications for pressure control equipment for this exploratory Mesaverde well are as follows:

A 5000 psi WP hydraulic BOP stack consisting of two ram preventers (double or two singles) and an annular preventer per Exhibit C.

Connections - All components on the stack and choke and kill lines shall have either flanged, studded, clamp hub or equivalent proprietary connections except control line outlets and pressure gauges.

Annular Preventer - The annular shall be rated to a minimum 5000 psi WP, if one set of pipe rams is installed, and shall be installed at the top of the stack. A valve rated to full annular WP shall be mounted on the closing side using XX heavy fittings.

Rams and Position - The lower cavity shall contain pipe rams (master ram) to fit the upper section of the drill pipe in use. Casing rams are not required. The upper cavity shall contain blind rams for a 2 ram stack. A means shall be available to mechanically lock the rams closed.

BOP Side Outlets - The choke and kill lines outlets shall be a minimum 2 inches nominal and can be either in the BOP body between the rams or in a spool placed between the rams. Two gate valves rated to full BOP WP shall be installed on both outlets. The outside choke line valve shall be hydraulically operated.

Choke and Kill Lines - The lines shall be a minimum 2 inches nominal, made of seamless steel, seamless steel with Chiksan™ joints, or armored fire resistant hose rated to required BOP WP. The choke line shall be as straight as possible, and securely anchored. All turns shall be 90 degrees and "targeted." When hoses are used, they shall have a rated test pressure of at least 1.5 times the required BOP WP.

Secondary Kill Outlet - One outlet located below the lower rams either on the BOP stack or on the wellhead shall be fitted with two valves, a needle valve with adapter and pressure gauge, all rated to wellhead WP or greater. This outlet is not to be used in normal operations.

Closing Methods - At least three means of operating all the preventers shall be provided, consisting of any combination of the following:

- a. An air and/or electrically operated hydraulic pump(s) capable of closing one ram preventer in 30 seconds.
- b. An accumulator capable of closing all preventers and opening the hydraulic choke line valve, without requiring a recharge.
- c. Manual method with closing handles and/or wheels to be located in an unobstructed area, away from the wellhead, or additional equipment per item "a" and item "b" to provide full redundancy to method.
- d. Bottled nitrogen or other back-up storage system to equal accumulator capacity, manifolded to by-pass the accumulator and close the BOP directly.

Hydraulic Closing Unit - The closing unit shall be equipped with:

- a. A control manifold with a control valve for each preventer and hydraulically operated valve; a regulator for the annular preventer; and interconnected steel piping. Each blowout preventer control valve should be turned to open position during drilling operations.
- b. Control lines to BOPs of seamless steel, seamless steel lines with Chiksan joints, or fire resistant steel armored hose.
- c. A remote control panel from which each preventer and hydraulic valve can be operated. If the remote panel becomes inoperable, it shall not interfere with the operation of the main closing unit.

Location - For land locations, the hydraulic closing unit shall be located in an unobstructed area outside the substructure at least 50 feet from the wellhead and the remote panel shall be located near the driller's position. For offshore installations, the location of the closing unit and remote panel shall be such that one is located near the driller position and the other is located away from the well area and is accessible from a logical evacuation route.

Choke Manifold - The minimum equipment requirements are shown in **Exhibit C**. The choke manifold shall be located at least 5 feet from the BOP stack, outside the substructure.

Connections - All components of the manifold shall be equipped with flanged, studded, clamped hub or equivalent proprietary connections (gauge connections exempted).

Flow Wings - Three flow wings shall be provided, capable of transmitting well returns through conduits that are a minimum 2 inches nominal. Two wings shall be equipped with chokes and one gate valve upstream of each choke; one gate valve ahead of the discharge manifold; and one valve downstream of each choke; at least one choke shall be adjustable. A gate valve shall be installed

directly upstream of the cross if single valves are installed upstream of the chokes. One wing with one gate valve capable of transmitting well returns directly to the discharge manifold. The chokes, the valve(s) controlling the unchoked discharge wing, and all equipment upstream of these items shall be rated to required BOP WP.

Discharge Manifold - A discharge manifold (buffer tank), capable of diverting well returns overboard or to the blowdown/reserve pit; to the mud gas separator; and to the shaker tank is required. Lead-filled bull plugs (or equivalent erosion resistant components) shall be installed in the discharge manifold directly opposite the choked wings.

Pressure Monitoring - A means of monitoring the inlet pressure of the choke manifold shall be provided. The capability to isolate this outlet shall be provided.

Mud Gas Separator - An atmospheric or low pressure separating vessel for handling gas cut returns shall be provided. It shall be equipped with gas vent lines to discharge gas at least 150 feet from the rig in downwind direction. Venting above the crown is an acceptable alternative.

Mud System Monitoring - The rig shall be equipped with stroke counters for each pump; continuous recording pit level indicator and totalizer with audible alarm to monitor volume of all active pits; and a continuous recording mud return indicator with audible alarm. For possible H2S wells, gas detection equipment shall be provided.

Drillstring Control Devices - An upper and lower kelly valve, drillstring safety valve including correct closing handle, and an inside BOP shall be provided. The safety valve and inside BOP shall have connections or crossovers to fit all tubulars with OD to allow adequate clearance for running in the hole. All drillstring valves shall be rated to the required BOP WP.

Auxiliary Equipment - A kelly saver sub with casing protector larger than tool joints at top of drillstring (for kelly equipped rigs); a wear bushing or wear flange to protect the seal area of the wellhead while drilling; and a plug or cup type BOP test tool shall be provided.

The BOP and related equipment shall meet the minimum requirements of Onshore Oil and Gas Order No. 2 for equipment and testing requirements, procedures, etc., for a 5M system, and individual components shall be operable as designed.

Function test of the BOP equipment shall be made daily. All required BOP tests and/or drills shall be recorded in the Driller's report.

Chart recorders will be used for all pressure tests. Test charts, with individual test results identified, shall be maintained on location while drilling and shall be made available to BLM representatives upon request.

If an air compressor is on location and is being utilized to provide air for the drilling medium while drilling, the special drilling requirements in Onshore Oil and Gas Order No. 2 regarding air or gas shall be adhered to. If a mist system is being utilized, the requirement for a deduster shall be waived.

6. TYPE AND CHARACTERISTICS OF THE PROPOSED CIRCULATION MUDS:

From surface to $\pm 4000'$ will be drilled with fresh water or an air/mist system, depending on the drilling contractor's preference. From 4000' to TD, fresh water or a fresh water-based mud system will be utilized. This fresh water system will typically contain Total Dissolved Solids (TDS) of less than 3000 PPM. Anticipated maximum mud weight is 10.5 lbs/gal. If necessary to control formation fluids or pressure, the system will be weighted with the addition of bentonite gel, and if pressure conditions warrant, with barite.

No chromate additives will be used in the mud system on Federal and/or Indian lands without prior BLM approval to ensure adequate protection of fresh aquifers.

No chemicals subject to reporting under SARA Title III in an amount equal to or greater than 10,000 pounds will be used, produced, stored, transported, or disposed of annually in association with the drilling, testing, or completing of this well. Furthermore, no extremely hazardous substances, as defined in 40 CFR 355, in threshold planning quantities, will be used, produced, stored, transported, or disposed of in association with the drilling, testing, or completing of this well.

Hazardous substances specifically listed by the EPA as a hazardous waste or demonstrating a characteristic of a hazardous waste will not be used in drilling, testing, or completion operations.

7. **AUXILIARY SAFETY EQUIPMENT TO BE USED:**

None unless dictated by unanticipated well conditions.

8. **TESTING, LOGGING AND CORING PROGRAMS:**

a. **Logging Program:**

(the log types run may change at the discretion of the geologist)

FDC/CNL/GR/DIL: TD - 4,000'

CBL: A cement bond log will be run from TD to the top of cement behind the production casing. A field copy will be submitted to the Vernal BLM Office.

b. **Cores:** As deemed necessary.

c. **Drill Stem Tests:** No DSTs are planned. It is possible that DST may be required in the Green River Formation.

Drill stem tests, if they are run, will adhere to the following requirements: Initial opening of the drill stem test tools shall be restricted to daylight hours unless specific approval to start during other hours is obtained from the Authorized Officer (AO). However, DSTs may be allowed to continue at night if the test was initiated during daylight hours and the rate of flow is stabilized and if adequate lighting is available (i.e., lighting which is adequate for visibility and vapor-proof for safe operations). Packers can be released but tripping shall not begin before daylight, unless prior approval is obtained from the AO. Closed chamber DSTs may be performed day or night.

Some means of reverse circulation shall be provided in case of flow to the surface showing evidence of hydrocarbons.

Separation equipment required for the anticipated recovery shall be properly installed before a test starts.

If a DST is performed, all engines within 100 feet of the wellbore that are required to be operational during the test shall have spark arresters or water-cooled exhausts.

9. **ANTICIPATED ABNORMAL PRESSURE OR TEMPERATURE:**

No abnormal temperatures and/or pressures are anticipated in the well. Maximum anticipated bottomhole pressure will be approximately equal total depth in feet multiplied by a 0.47 psi/foot gradient.

10. ANTICIPATED STARTING DATE AND DURATION OF THE OPERATIONS:

a. Drilling Activity

Anticipated Commencement Date:	Upon approval of the site specific APD.
Drilling Days:	Approximately 40 days.
Completion Days:	Approximately 12 - 20 days.

b. Notification of Operations

The Vernal BLM office will be notified at least 24 hours prior to the commencement of spudding the well (to be followed with a Sundry Notice, Form 3160-5), of initiating pressure tests of the blowout preventer and related equipment, and running casing and cementing of all casing strings. Notification will be made during regular work hours (7:45 a.m.-4:30 p.m., Monday - Friday except holidays).

Immediate Report: Spills, blowouts, fires, leaks, accidents, or any other unusual occurrences shall be promptly reported in accordance with the appropriate regulations, Onshore Orders, or BLM policy.

No location will be constructed or moved, no well will be plugged, and no drilling or workover equipment will be removed from a well to be placed in suspended status without prior approval from the AO. If operations are to be suspended, prior approval of the AO will be obtained and notification given to the BLM before resumption of operations.

Daily drilling and completion reports shall be submitted to the Vernal BLM Office on a weekly basis.

Whether the well is completed as a dry hole or a producer, the "Well Completion and Recompletion Report and Log" (Form 3160-4) will be submitted not later than 30 days after completion of the well or after completion of operations being performed, in accordance with 43 CFR 3164. One copy of all logs, core descriptions, core analyses, well test data, geologic summaries, sample description, and all other surveys or data obtained and compiled during the drilling, workover, and/or completion operations will be filed with Form 3160-4. Samples (cuttings, fluids, and/or gases) will be submitted when requested by the Authorized Officer (AO).

A completion rig will be used for completion operations after the wells are stimulated to run the production tubing.. All conditions of this approved plan will be applicable during all operations conducted with the completion rig.

Operator shall report production data to the MMS pursuant to 30 CFR 216.5 using form MMS/3160. In accordance with Onshore Oil and Gas Order No. 1, a well will be reported on form 3160-6, "Monthly Report of Operations," starting with the month in which operations commence and continue each month until the well is physically plugged and abandoned. This report will be filed with the Vernal BLM Office.

The date on which production is commenced or resumed will be construed for oil wells as the date on which liquid hydrocarbons are first sold or shipped from a temporary storage facility, such as a test tank, and for which a run ticket is required to be generated, or the date on which liquid hydrocarbons are first produced into a permanent storage facility, whichever occurs

first; and for gas wells, as the date on which associated liquid hydrocarbons are first sold or shipped from a temporary storage facility, such as a test tank, and for which a run ticket is required to be generated, or the date on which gas is measured through permanent metering facilities, whichever occurs first.

Should the well be successfully completed for production, the AO will be notified when the well is placed in a producing status. Such notification will be sent by written communication not later than 5 days following the date when the well is placed on production.

Pursuant to Onshore Order No. 7, with the approval of the AO, produced water may be temporarily disposed of into unlined pits for a period of up to 90 days. During this period, an application for approval of the permanent disposal method must be submitted to the AO.

Pursuant to NTL-4A, lessees or operators are authorized to vent/flare gas during the initial well evaluation tests, not to exceed 30 days or the production of 50 MMCF of gas, whichever occurs first. An application must be filed with the AO and approval received for any venting/flaring of gas beyond the initial 30 days or authorized test period.

A schematic facilities diagram, as required by 43 CFR 3162.7-5(b.9.d), shall be submitted to the Vernal BLM Office within 60 days of installation or first production, whichever occurs first. All site security regulations, as specified in Onshore Oil & Gas Order No. 3, shall be adhered to. All product lines entering and leaving hydrocarbon storage tanks will be effectively sealed in accordance with 43 CFR 3162.7-5(b.4).

Well abandonment operations shall not be commenced without the prior approval of the AO. In the case of newly drilled dry holes or failures, and in emergency situations, oral approval will be obtained from the AO. A "Subsequent Report of Abandonment", Form 3160-5, will be filed with the Authorized Officer within 30 days following completion of the well for abandonment. This report will indicate placement of the plugs and current status of the surface restoration. Final Abandonment will not be approved until the surface reclamation work required by the approved APD or approved abandonment notice has been completed to the satisfaction of the AO, or the appropriate surface managing agency.

Pursuant to Onshore Oil and Gas Order No. 1, lessees and operators have the responsibility to see that their exploration, development, production, and construction operations are conducted in a manner which conforms with applicable Federal laws and regulations and with the State and local laws, to the extent to which they are applicable, to operations on Federal or Indian lands.

**NEWFIELD PRODUCTION COMPANY
FEDERAL #15-24-9-18
SW/SE SECTION 24, T9S, R18E
UINTAH COUNTY, UTAH**

ONSHORE ORDER NO. 1

MULTI-POINT SURFACE USE & OPERATIONS PLAN

1. EXISTING ROADS

See attached Topographic Map "A"

To reach Newfield Production Company well location site Federal #15-24-9-18 located in the SW 1/4 SE 1/4 Section 24, T9S, R18E, Uintah County, Utah:

Proceed southwesterly out of Myton, Utah along Highway 40 - 1.6 miles \pm to the junction of this highway and UT State Hwy 53; proceed southeasterly along Hwy 53 - 15.3 miles \pm to it's junction with an existing dirt road to the northeast; proceed easterly - 2.9 miles \pm to it's junction with an existing road to the southeast; proceed southeasterly - 2.8 miles \pm to it's junction with the beginning of the proposed access road; proceed northeasterly - 2,340' \pm along the proposed access road to the proposed well location.

2. PLANNED ACCESS ROAD

See Topographic Map "B" for the location of the proposed access road.

3. LOCATION OF EXISTING WELLS

Refer to Exhibit "B".

4. LOCATION OF EXISTING AND/OR PROPOSED FACILITIES

All permanent surface equipment will be painted Carlsbad Canyon.
Please refer to the Monument Butte Field Standard Operating Procedure (SOP).

5. LOCATION AND TYPE OF WATER SUPPLY

Please refer to the Monument Butte Field SOP. See Exhibit "A".

6. SOURCE OF CONSTRUCTION MATERIALS

Please refer to the Monument Butte Field SOP.

7. METHODS FOR HANDLING WASTE DISPOSAL

Please refer to the Monument Butte Field SOP.

8. ANCILLARY FACILITIES

Please refer to the Monument Butte Field SOP.

9. **WELL SITE LAYOUT**

See attached Location Layout Diagram.

10. **PLANS FOR RESTORATION OF SURFACE**

Please refer to the Monument Butte Field SOP.

11. **SURFACE OWNERSHIP** - Bureau Of Land Management (Proposed location and access roads leading to).

12. **OTHER ADDITIONAL INFORMATION**

The Archaeological Resource Survey and Paleontological Resource Survey for this area are attached. MOAC Report #04-130, 9/10/04. Paleontological Resource Survey prepared by, Wade E. Miller, 8/2/04. See attached report cover pages, Exhibit "D".

Newfield Production Company requests 2,340' of disturbed area be granted in Lease UTU-67549 to allow for construction of the planned access road. Refer to Topographic Map "B". For the planned access road a temporary width of 60' will be needed for construction purposes with a permanent width of 30' and a running surface of 18'. The construction phase of the planned access road will last approximately (5) days. The planned access road will be an 18' crown road (9' either side of the centerline) with drainage ditches along either side of the proposed road whether it is deemed necessary in order to handle any run-off from normal meteorological conditions that are prevalent to this area. The maximum grade will be less than 8%. There will be no culverts required along this access road. There will be barrow ditches and turnouts as needed along this road. There are no fences encountered along this proposed road. There will be no new gates or cattle guards required. All construction material for this access road will be borrowed material accumulated during construction of the access road.

Newfield Production Company requests 2,340' of disturbed area be granted in Lease UTU-67549 to allow for construction of the proposed surface gas lines. It is proposed that the disturbed area will temporarily be 50' wide to allow for construction of a 6" gas gathering line, and a 3" poly fuel gas line, with a permanent width of 30' upon completion of the proposed gas lines. The construction phase of the proposed gas lines will last approximately (5) days. Both lines will tie in to the existing pipeline infrastructure. Refer to Topographic Map "C." For a ROW plan of development, please refer to the Monument Butte Field SOP.

Newfield Production Company requests 2,340' of disturbed area be granted in Lease UTU-67549 to allow for construction of the proposed water lines. It is proposed that the disturbed area will temporarily be 50' wide to allow for construction of a buried 3" steel water injection line and a buried 3" poly water return line, with a permanent width of 30' upon completion of the proposed water return line. The construction phase of the proposed water lines will last approximately (5) days. Refer to Topographic Map "C." For a ROW plan of development, please refer to the Monument Butte Field SOP.

Water Disposal

Immediately upon first production, all produced water will be confined to a steel storage tank. If the production water meets quality guidelines, it is transported to the Ashley, Monument Butte, Jonah, and Beluga water injection facilities by company or contract trucks. Subsequently, the produced water is injected into approved Class II wells to enhance Newfield's secondary recovery project.

Water not meeting quality criteria, is disposed at Newfield's Pariette #4 disposal well (Sec. 7, T9S R19E) or at State of Utah approved surface disposal facilities.

Threatened, Endangered, And Other Sensitive Species

Mountain Plover: If new construction or surface disturbing activities are scheduled to occur between May 1 and June 15, detailed surveys of the area within 0.5 mile of the proposed location and within 300 feet of proposed access routes must be conducted to detect the presence of mountain plovers. All surveys must be conducted in accordance with the survey protocols outlined in the most recent USFWS Survey Protocol. Surveys must be completed prior to initiating new construction or surface disturbing activities. No new construction or surface disturbing activities will be allowed between March 15 and August 15 within a 0.5 mile radius of any documented mountain plover nest site.

Reserve Pit Liner

A 16 mil liner with felt is required. Please refer to the Monument Butte Field SOP.

Location and Reserve Pit Reclamation

Please refer to the Monument Butte Field SOP.

The following seed mixture will be used on the topsoil stockpile, to the recontoured surface of the reserve pit, and for final reclamation: (All poundages are in pure live seed)

Galletta Grass	<i>Hilaria Jamesii</i>	6 lbs/acre
Indian Ricegrass	<i>Orzyopsis Hymenoides</i>	6 lbs/acre

Details of the On-Site Inspection

The proposed Federal #15-24-9-18 was on-sited on 11/15/06. The following were present; Dave Allred (Newfield Production), Kim Kettle (Newfield Production), Charles Sharp (Bureau of Land Management), and Brandon McDonald (Bureau of Land Management). Weather conditions were clear and ground cover was 100% open.

13. LESSEE'S OR OPERATORS REPRESENTATIVE AND CERTIFICATION

Representative

Name: Dave Allred
Address: Route #3 Box 3630
Myton, UT 84052
Telephone: (435) 646-3721

Certification

Please be advised that NEWFIELD PRODUCTION COMPANY is considered to be the operator of well #15-24-9-18 SW/SE Section 24, Township 9S, Range 18E: Lease UTU-67549 Uintah County, Utah: and is responsible under the terms and conditions of the lease for the operations conducted upon the leased lands. Bond coverage is provided by US Specialty Insurance #B001832.

I hereby certify that the proposed drill site and access route have been inspected, and I am familiar with the conditions which currently exist; that the statements made in this plan are true and correct to the best of my knowledge; and that the work associated with the operations proposed here will be performed by Newfield Production Company and its contractors and subcontractors in conformity with this plan and the terms and conditions under which it is approved. This statement is subject to the provisions of 18 U.S.C. 1001 for the filing of a false statement.

4/13/07

Date



Mandie Crozier
Regulatory Specialist
Newfield Production Company

Exhibit "D"
1 of 2

CULTURAL RESOURCE INVENTORY OF
INLAND RESOURCES' BLOCK SURVEY ON EIGHT MILE FLAT,
TOWNSHIP 9 SOUTH, RANGE 18 EAST,
SECTIONS 1,5,7,8,12,13, and 24, UINTAH COUNTY, UTAH

by

Josh C. Whiting
and
Keith R. Montgomery

Prepared For:

Bureau of Land Management
Vernal Field Office

Prepared Under Contract With:

Inland Production
Route 3 Box 3630
Myton, Utah 84052

Prepared By:

Montgomery Archaeological Consultants
P.O. Box 147
Moab, Utah 84532

MOAC Report No. 04-130

September 10, 2004

United States Department of Interior (FLPMA)
Permit No. 04-UT-60122

State of Utah Antiquities Project (Survey)
Permit No. U-04-MQ-0455b

INLAND RESOURCES, INC.

**PALEONTOLOGICAL FIELD SURVEY OF PROPOSED
PRODUCTION DEVELOPMENT AREAS,
UINTAH COUNTY, UTAH**

Section 1 (excluding the NW 1/4); and Sections 12, 13, & 24,
Township 9 South, Range 18 East

REPORT OF SURVEY

Prepared for:

Inland Resources, Inc.

Prepared by:

Wade E. Miller
Consulting Paleontologist
August 2, 2004

Newfield Production Company Proposed Site Facility Diagram

Federal 15-24-9-18

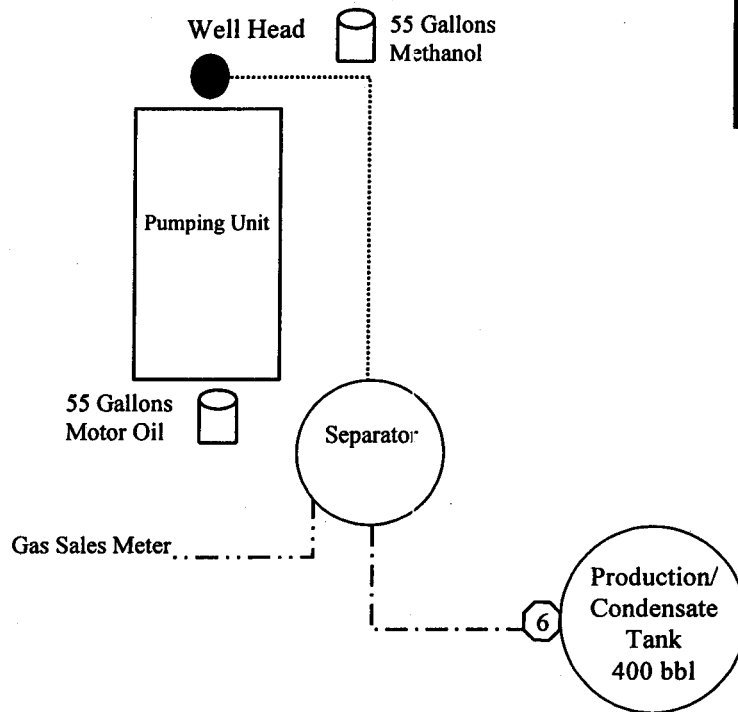
SW/SE Sec. 24, T9S, R18E

Uintah County, Utah

UTU-67549

Legend

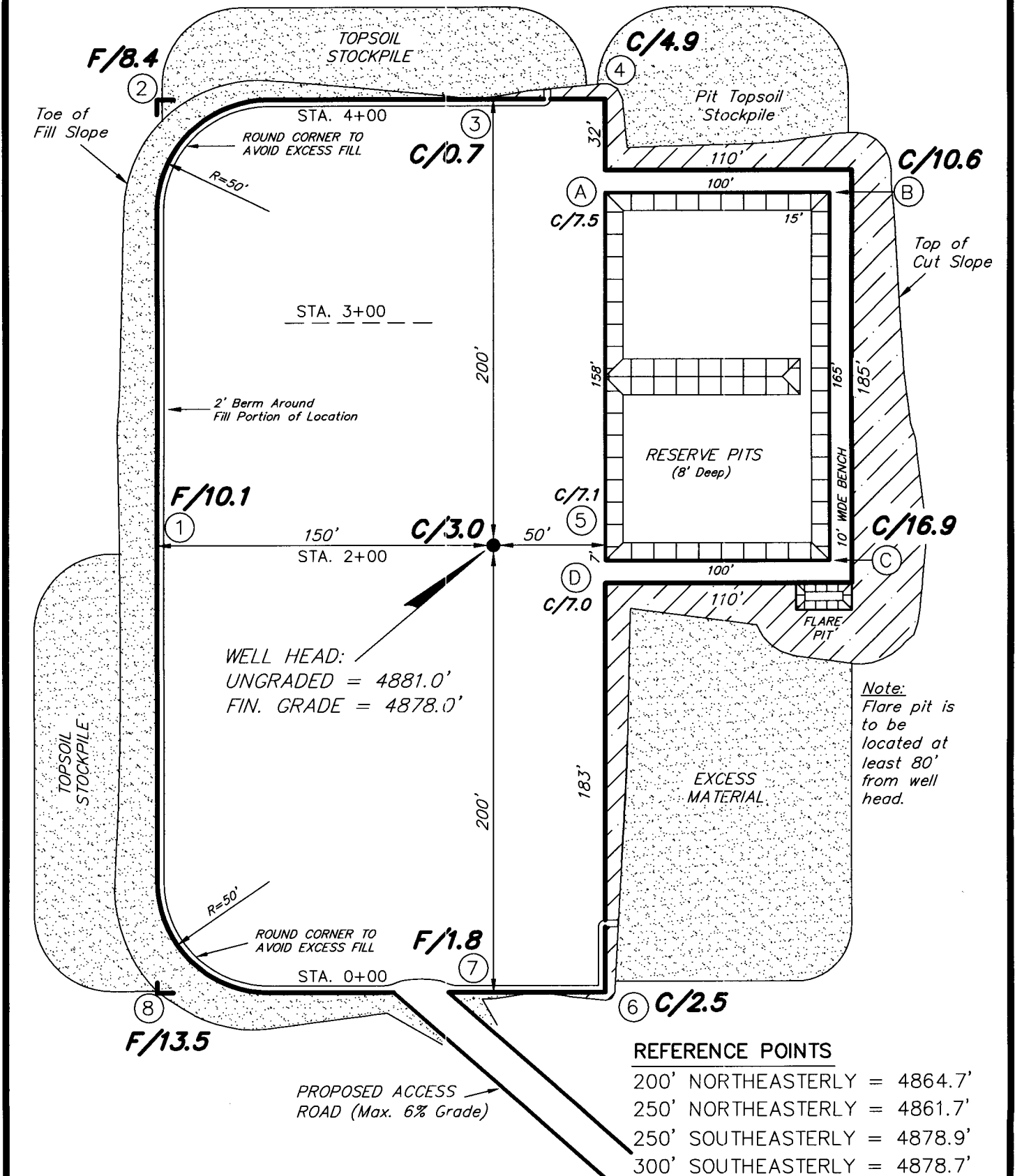
Emulsion Line
Water Line	-----
Gas Sales	-----



Diked Section



SECTION 24, T9S, R18E, S.L.B.&M.



REFERENCE POINTS

200' NORTHEASTERLY	=	4864.7'
250' NORTHEASTERLY	=	4861.7'
250' SOUTHEASTERLY	=	4878.9'
300' SOUTHEASTERLY	=	4878.7'

DATE: 10-10-06

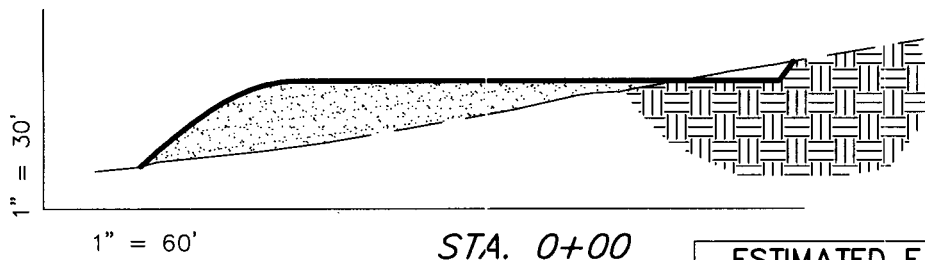
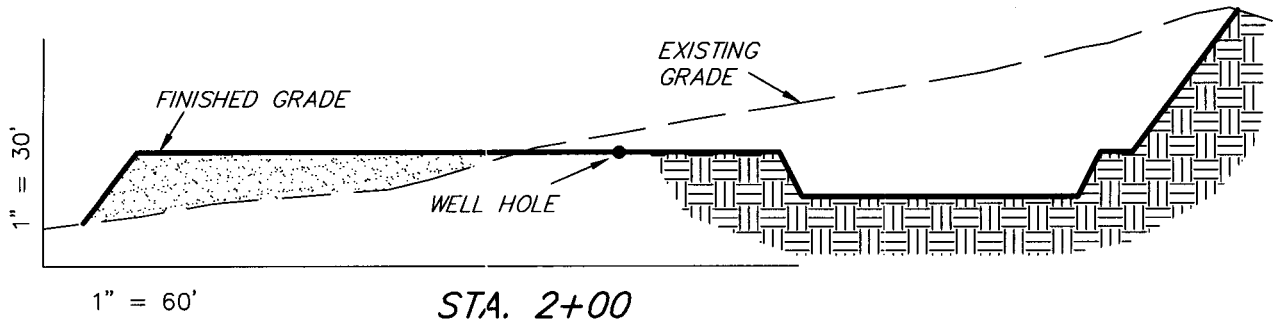
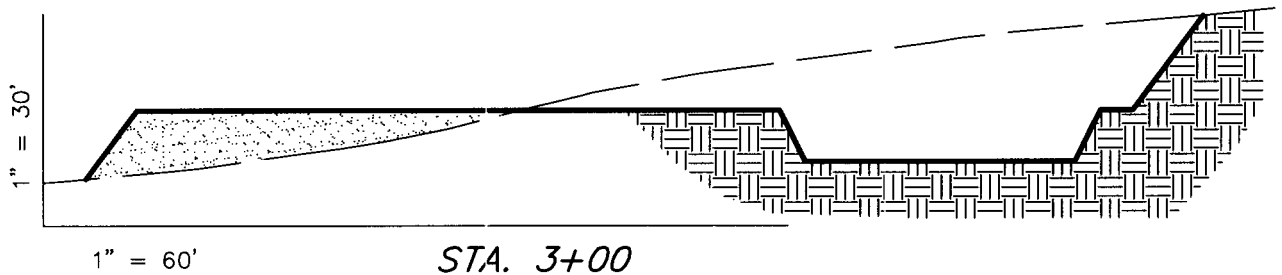
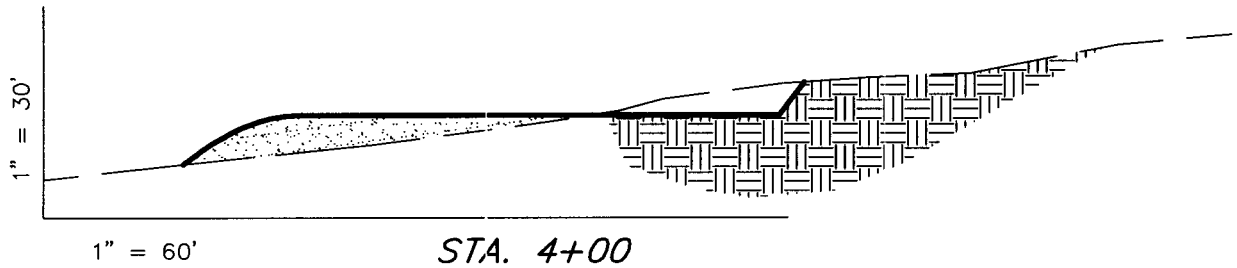
Tri State
Land Surveying, Inc.
180 NORTH VERNAL AVE. VERNAL, UT

(435) 781-2501

180 NORTH VERNAL AVE. VERNAL, UTAH 84078

NEWFIELD PRODUCTION COMPANY

CROSS SECTIONS SHEEPWASH 15-24-9-18



NOTE:
UNLESS OTHERWISE NOTED
ALL CUT/FILL SLOPES ARE
AT 1.5:1

ESTIMATED EARTHWORK QUANTITIES (No Shrink or swell adjustments have been used) (Expressed in Cubic Yards)

ITEM	CUT	FILL	6" TOPSOIL	EXCESS
PAD	13,570	13,570	Topsoil is not included in Pad Cut	0
PIT	4,090	0		4,090
TOTALS	17,660	13,570	2,220	4,090

SURVEYED BY: C.M.

SCALE: 1" = 60'

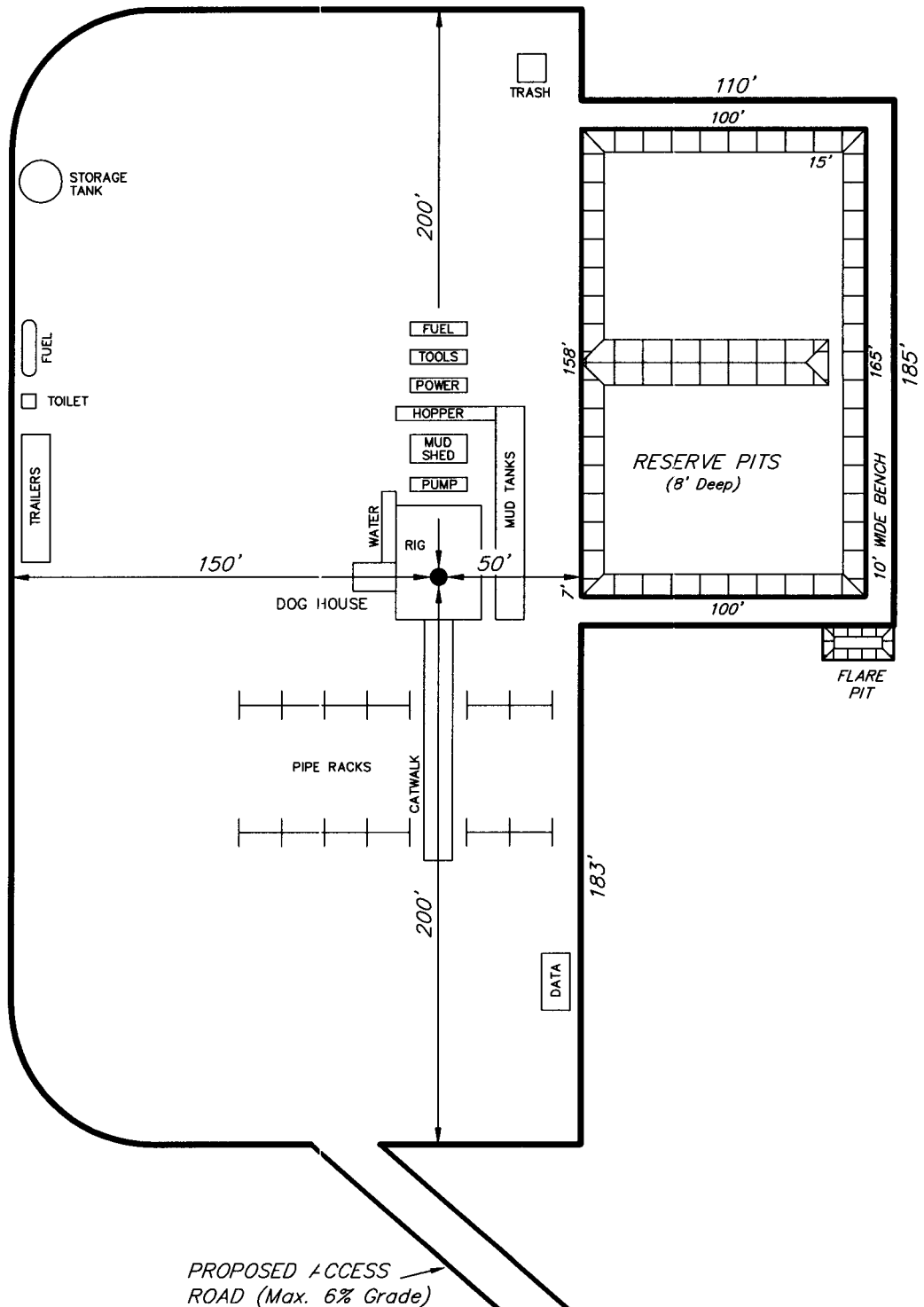
DRAWN BY: T.C.J.

DATE: 10-10-06

Tri State
Land Surveying, Inc.
180 NORTH VERNAL AVE. VERNAL, UTAH 84078
(435) 781-2501

NEWFIELD PRODUCTION COMPANY

TYPICAL RIG LAYOUT SHEEPWASH 15-24-9-18



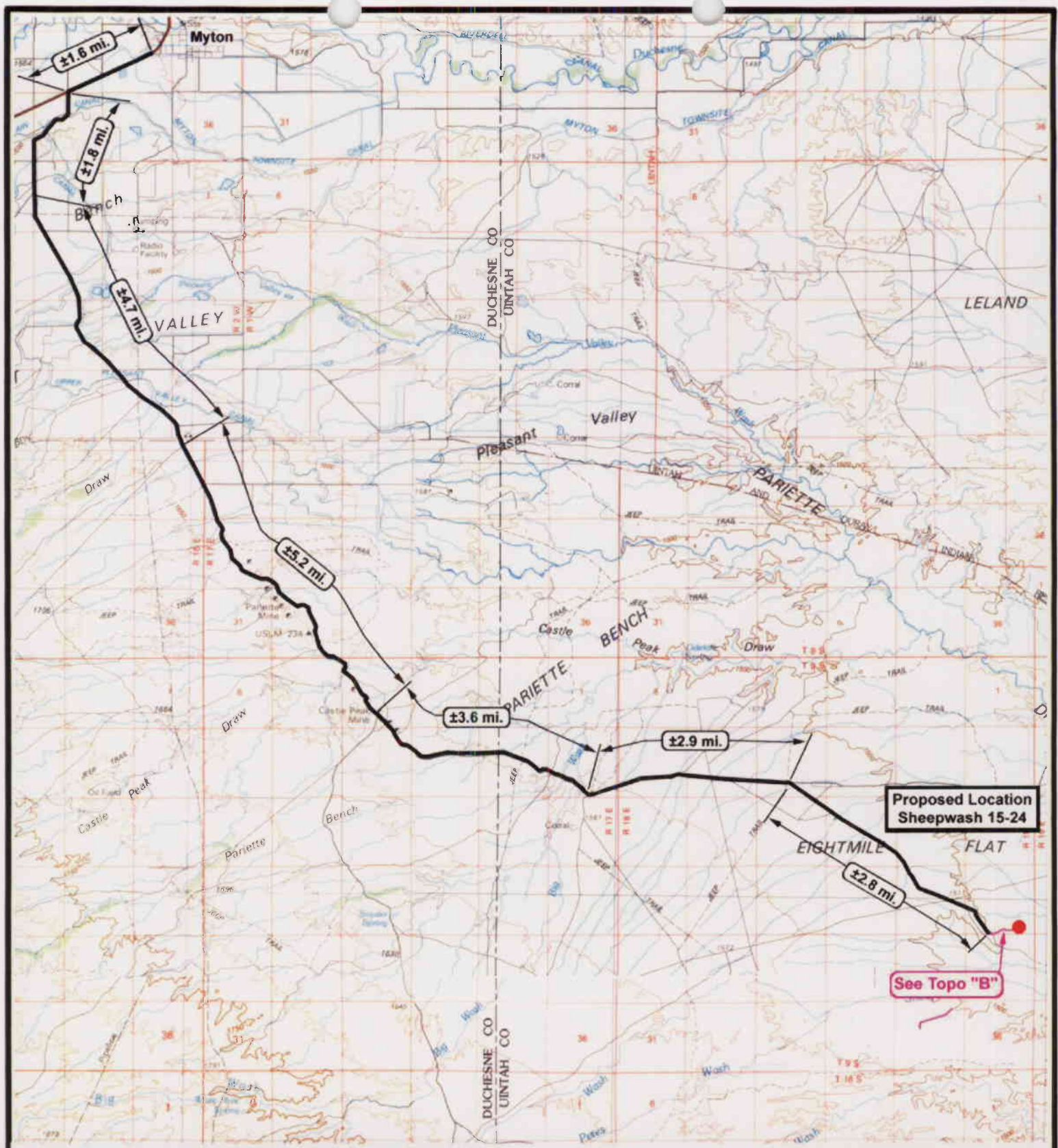
SURVEYED BY: C.M.

SCALE: 1" = 60'

DRAWN BY: T.C.J.

DATE: 10-10-06

Tri State
Land Surveying, Inc.
180 NORTH VERNAL AVE. VERNAL, UTAH 84078
(435) 781-2501



NEWFIELD
Exploration Company

**Sheepwash 15-24-9-18
SEC. 24, T9S, R18E, S.L.B.&M.**



Tri-State
Land Surveying Inc.

(435) 781-2501
180 North Vernal Ave. Vernal, Utah 84078

SCALE: 1 = 100,000

DRAWN BY: mw

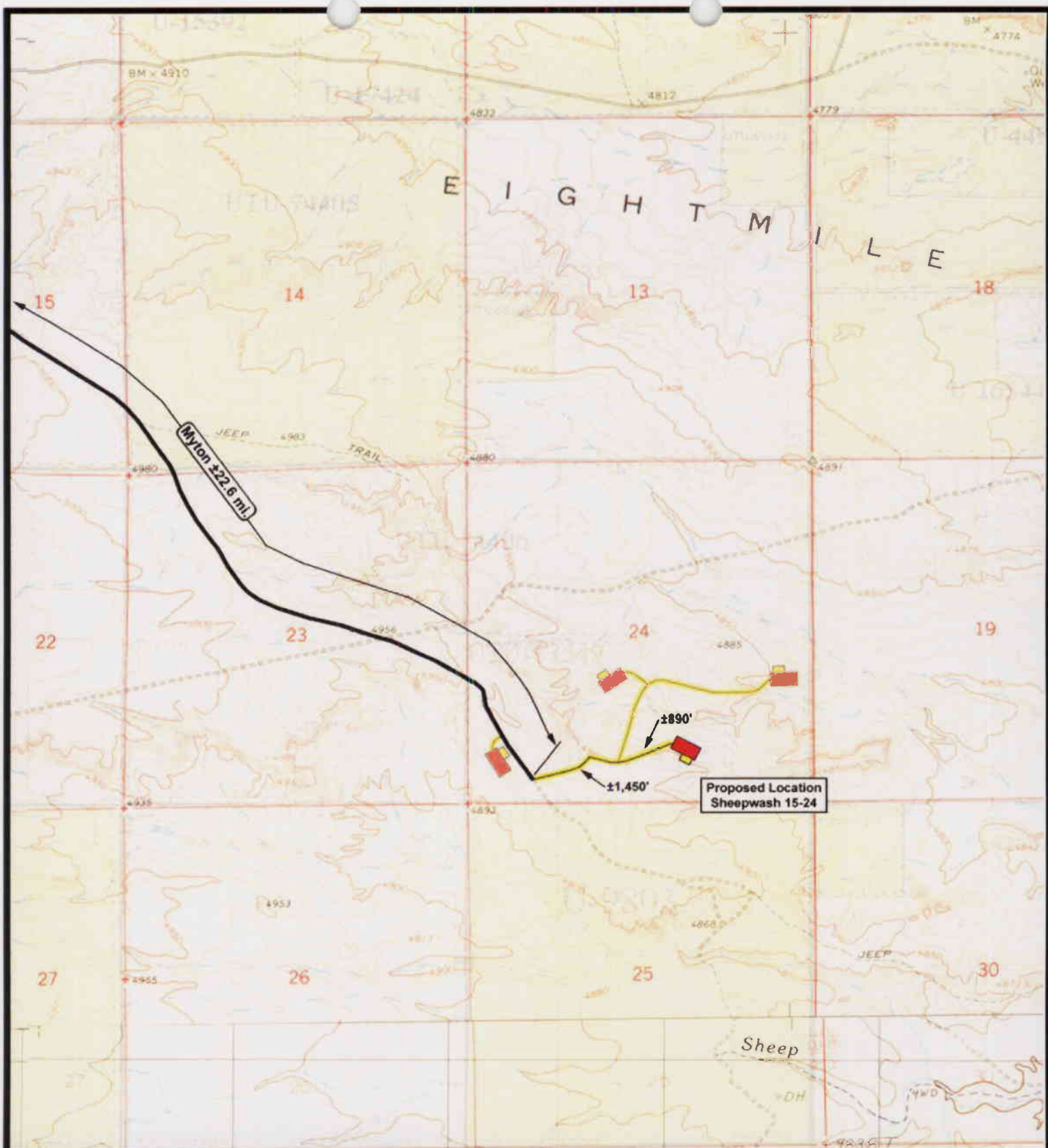
DATE: 10-22-2006

Legend

- Existing Road
- Proposed Access

TOPOGRAPHIC MAP

"A"



NEWFIELD
Exploration Company

Sheepwash 15-24-9-18
SEC. 24, T9S, R18E, S.L.B.&M.



Tri-State
Land Surveying Inc.
(435) 781-2501
180 North Vernal Ave. Vernal, Utah 84078

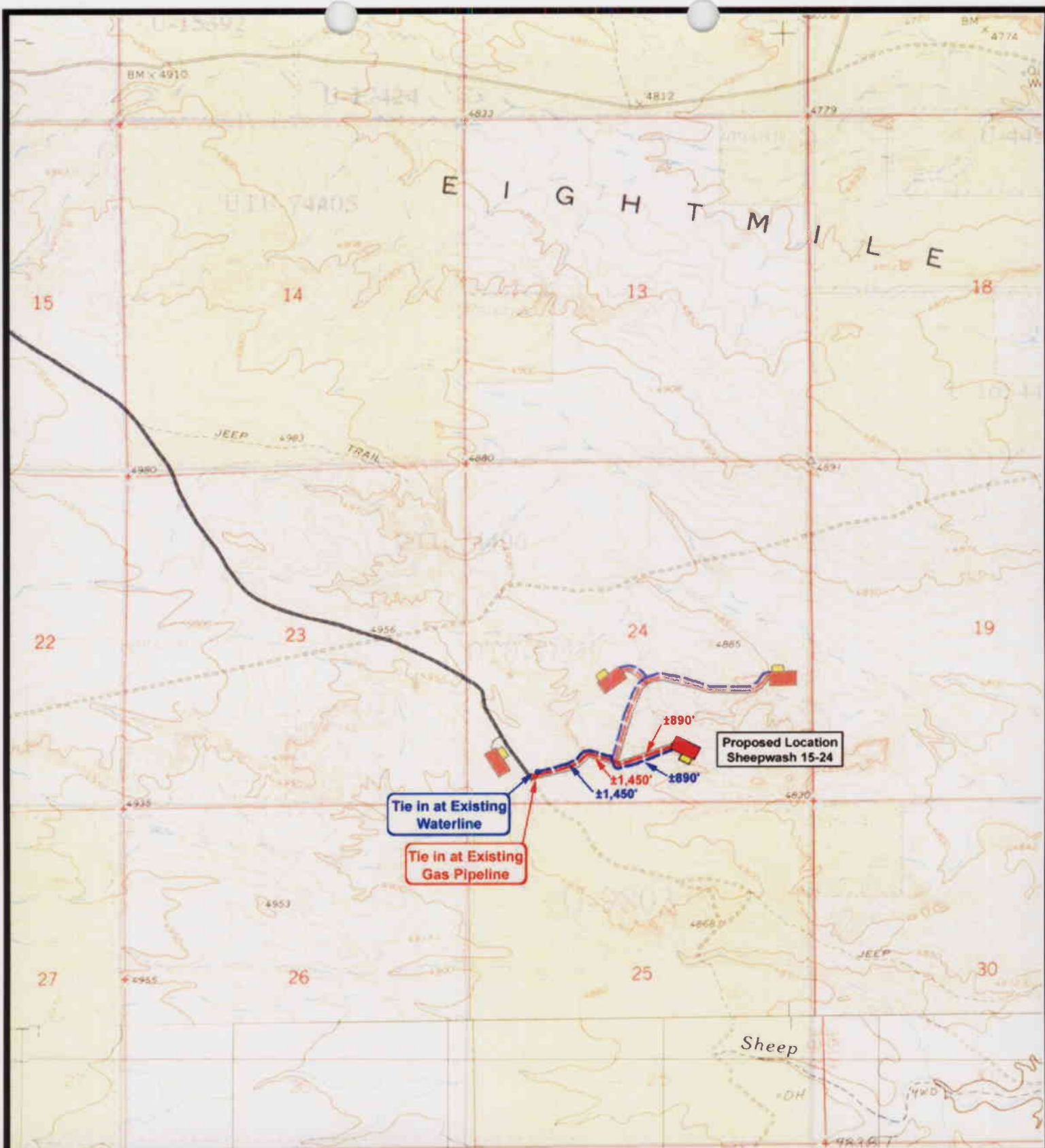
SCALE: 1" = 2,000'
DRAWN BY: mw
DATE: 10-22-2006

Legend

Existing Road
 Proposed Access

TOPOGRAPHIC MAP

"B"



NEWFIELD
Exploration Company

Sheepwash 15-24-9-18
SEC. 24, T9S, R18E, S.L.B.&M.



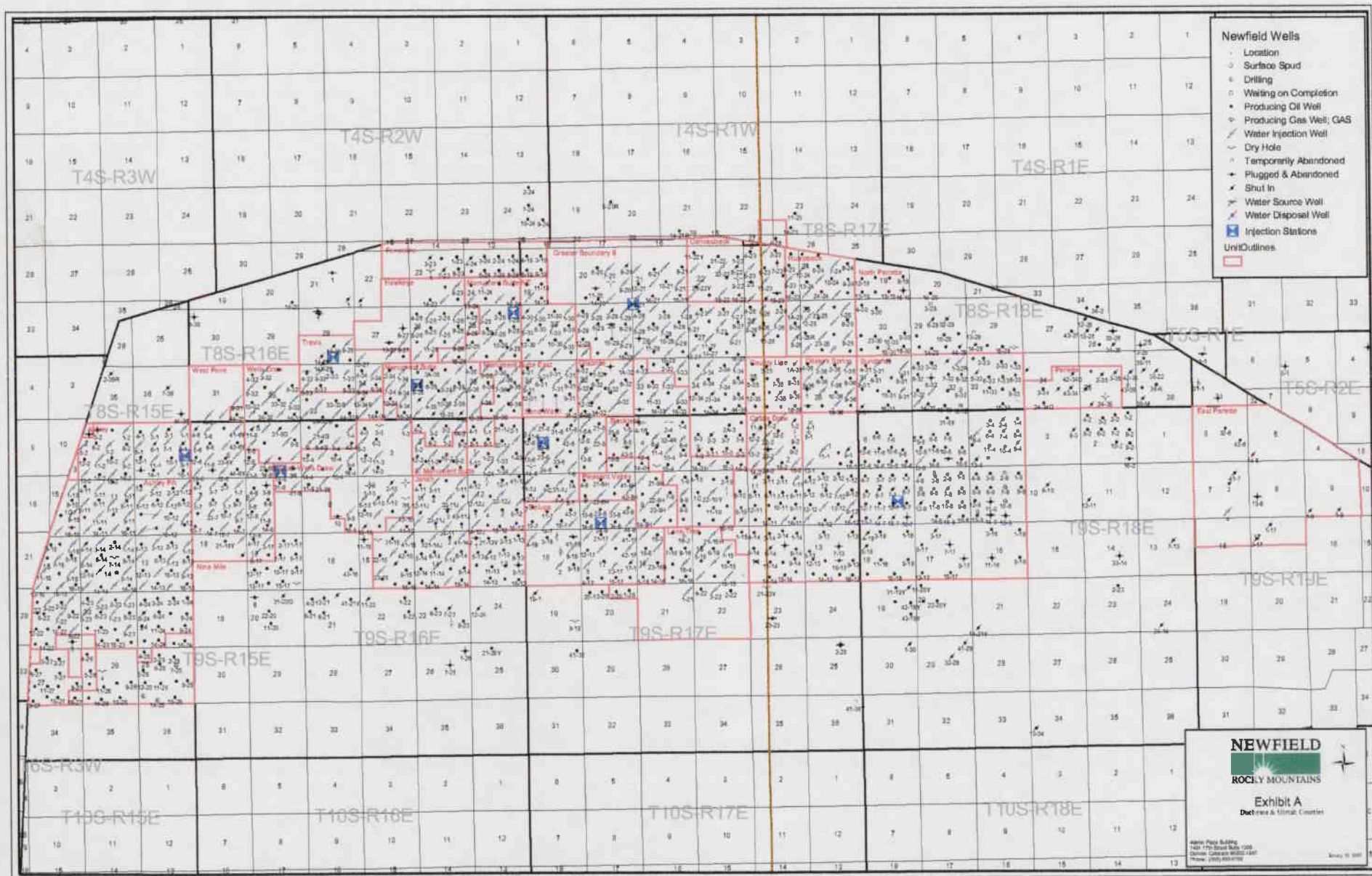
Tri-State
Land Surveying Inc.
(435) 781-2501
180 North Vernal Ave. Vernal, Utah 84078

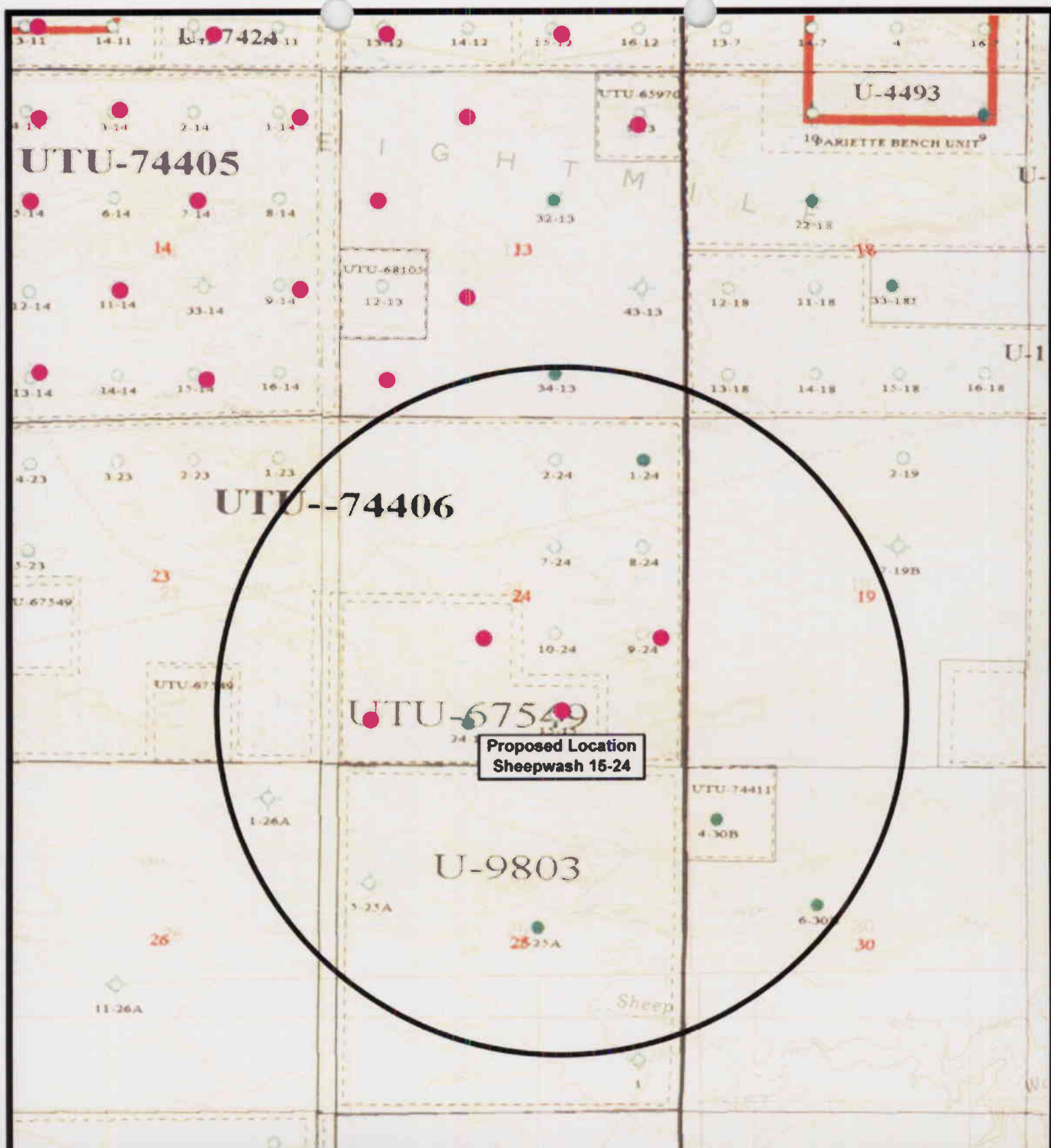
SCALE: 1" = 2,000'
DRAWN BY: mw
DATE: 10-22-2006

Legend

- Roads
- Proposed Gas Line
- Proposed Water Line

TOPOGRAPHIC MAP
"C"





NEWFIELD
Exploration Company

Sheepwash 15-24-9-18
SEC. 24, T9S, R18E, S.L.B.&M.



Tri-State
Land Surveying Inc.
(435) 781-2501
180 North Vernal Ave. Vernal, Utah 84078

SCALE: 1" = 2,000'

DRAWN BY: mw

DATE: 10-22-2006

Legend

- Location
- One-Mile Radius

Exhibit "B"

- Exhibit "C"

11" 5 M stack

Blowout Prevention Equipment Systems

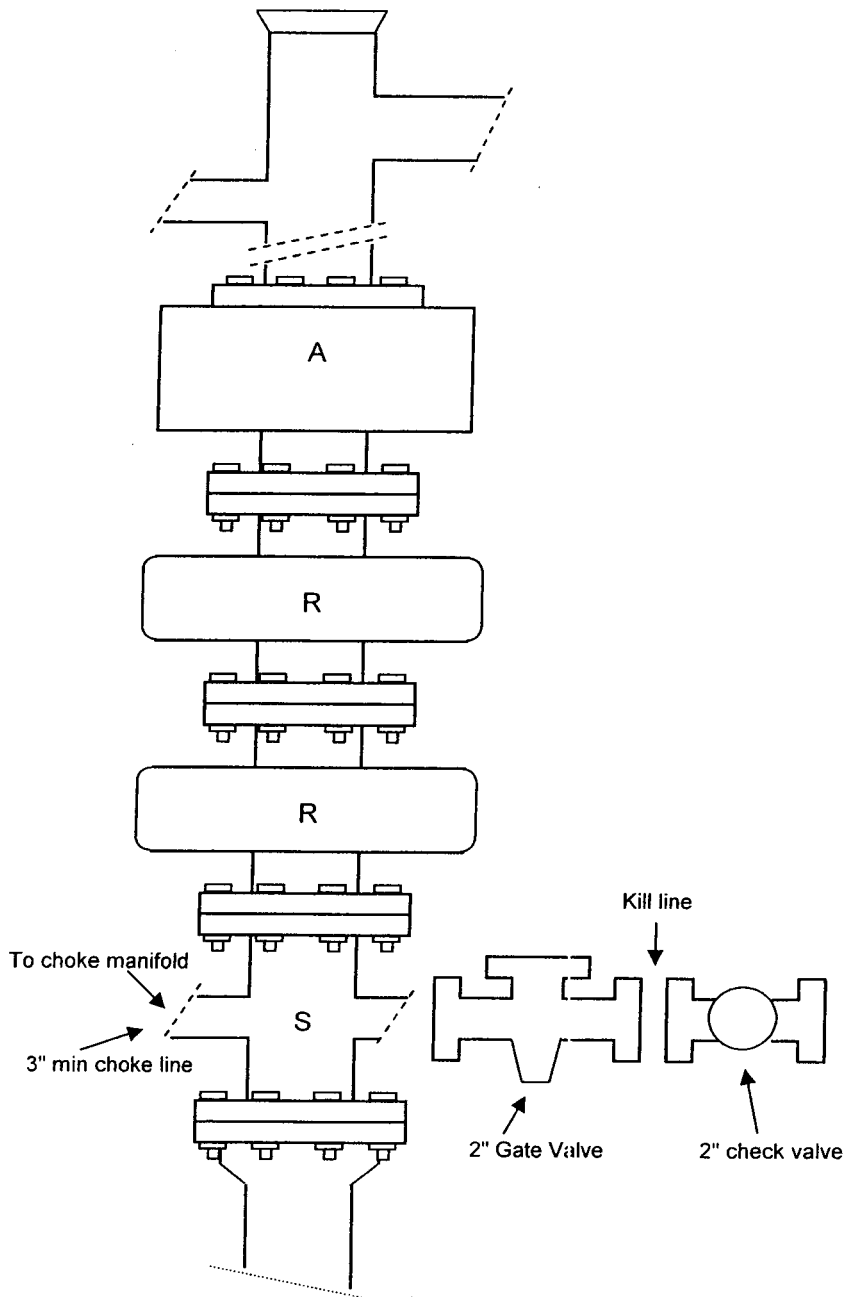


FIG. 2.C.5
ARRANGEMENT S*RRR
Double Ram Type Preventers

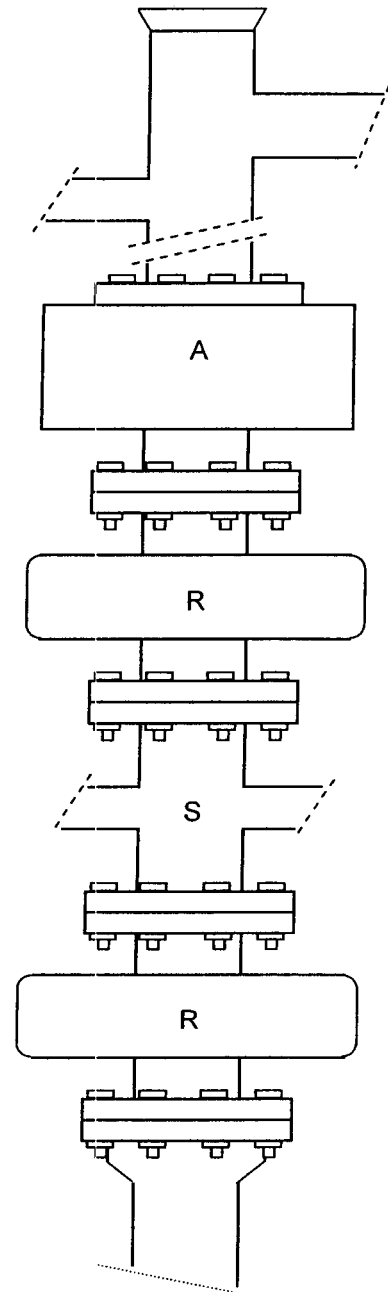


FIG. 2.C.6
ARRANGEMENT RS*RA

EXAMPLE BLOWOUT PREVENTER ARRANGEMENTS FOR 3M AND 5M RATED WORKING PRESSURE

* Drilling spool and its location in the stack arrangement is optional- refer to Par 2.C.6

WORKSHEET
APPLICATION FOR PERMIT TO DRILL

APD RECEIVED: 04/18/2007

API NO. ASSIGNED: 43-047-39211

WELL NAME: FEDERAL 15-24-9-18

OPERATOR: NEWFIELD PRODUCTION (N2695)

PHONE NUMBER: 435-646-3721

CONTACT: MANDIE CROZIER

PROPOSED LOCATION:

SWSE 24 090S 180E

SURFACE: 0858 FSL 1991 FEL

BOTTOM: 0858 FSL 1991 FEL

COUNTY: UINTAH

LATITUDE: 40.01156 LONGITUDE: -109.8390

UTM SURF EASTINGS: 599090 NORTHINGS: 4429476

FIELD NAME: 8 MILE FLAT NORTH (590)

INSPECT LOCATN BY: / /

Tech Review	Initials	Date
Engineering		
Geology		
Surface		

LEASE TYPE: 1 - Federal

LEASE NUMBER: UTU-67549

PROPOSED FORMATION: MVRD

SURFACE OWNER: 1 - Federal

COALBED METHANE WELL? NO

RECEIVED AND/OR REVIEWED:

☒ Plat
☒ Bond: Fed[1] Ind[] Sta[] Fee[]
(No. UTB000192)
☒ Potash (Y/N)
☒ Oil Shale 190-5 (B) or 190-3 or 190-13
☒ Water Permit
(No. MUNICIPAL)
RDCC Review (Y/N)
(Date:)
Fee Surf Agreement (Y/N)
Intent to Commingle (Y/N)

LOCATION AND SITING:

R649-2-3.
Unit: _____
☒ R649-3-2. General
Siting: 460 From Qtr/Qtr & 920' Between Wells
R649-3-3. Exception
Drilling Unit
Board Cause No: _____
Eff Date: _____
Siting: _____
R649-3-11. Directional Drill

COMMENTS:

See Separate file

STIPULATIONS:

*1. Federal Approval
2. Spacing Strip*



OPERATOR: NEWFIELD PROD CO (N2695)

SEC: 24 T.9S R. 18E

FIELD: EIGHT MILE FLAT (590)

COUNTY: UINTAH

SPACING: R649-3-2 / GENERAL SITING

Field Status

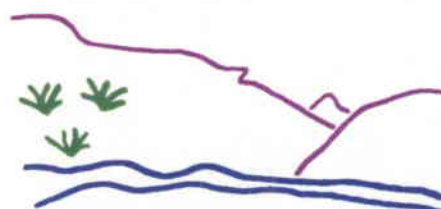
- ABANDONED
- ACTIVE
- COMBINED
- INACTIVE
- PROPOSED
- STORAGE
- TERMINATED

Unit Status

- EXPLORATORY
- GAS STORAGE
- NF PP OIL
- NF SECONDARY
- PENDING
- PI OIL
- PP GAS
- PP GEOTHERML
- PP OIL
- SECONDARY
- TERMINATED

Wells Status

- GAS INJECTION
- GAS STORAGE
- LOCATION ABANDONED
- NEW LOCATION
- PLUGGED & ABANDONED
- PRODUCING GAS
- PRODUCING OIL
- SHUT-IN GAS
- SHUT-IN OIL
- TEMP. ABANDONED
- TEST WELL
- WATER INJECTION
- WATER SUPPLY
- WATER DISPOSAL
- DRILLING



Utah Oil Gas and Mining



PREPARED BY: DIANA MASON
DATE: 18-APRIL-2007



State of Utah

**Department of
Natural Resources**

MICHAEL R. STYLER
Executive Director

**Division of
Oil, Gas & Mining**

JOHN R. BAZA
Division Director

JON M. HUNTSMAN, JR.
Governor

GARY R. HERBERT
Lieutenant Governor

April 18, 2007

Newfield Production Company
Rt. #3, Box 3630
Myton, UT 84052

Re: Federal 15-24-9-18 Well, 858' FSL, 1991' FEL, SW SE, Sec. 24, T. 9 South,
R. 18 East, Uintah County, Utah

Gentlemen:

Pursuant to the provisions and requirements of Utah Code Ann. § 40-6-1 *et seq.*, Utah Administrative Code R649-3-1 *et seq.*, and the attached Conditions of Approval, approval to drill the referenced well is granted.

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date. The API identification number assigned to this well is 43-047-39211.

Sincerely,

Gil Hunt
Associate Director

pab
Enclosures

cc: Uintah County Assessor (via e-mail)
Bureau of Land Management, Vernal Office

Operator: Newfield Production Company
Well Name & Number Federal 15-24-9-18
API Number: 43-047-39211
Lease: UTU-67549

Location: SW SE **Sec.** 24 **T.** 9 South **R.** 18 East

Conditions of Approval

1. General

Compliance with the requirements of Utah Admin. R. 649-1 *et seq.*, the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

2. Notification Requirements

Notify the Division with 24 hours of spudding the well.

- Contact Carol Daniels at (801) 538-5284.

Notify the Division prior to commencing operations to plug and abandon the well.

- Contact Dustin Doucet at (801) 538-5281 office
(801) 733-0983 home

3. Reporting Requirements

All required reports, forms and submittals will be promptly filed with the Division, including but not limited to the Entity Action Form (Form 6), Report of Water Encountered During Drilling (Form 7), Weekly Progress Reports for drilling and completion operations, and Sundry Notices and Reports on Wells requesting approval of change of plans or other operational actions.

4. State approval of this well does not supersede the required federal approval, which must be obtained prior to drilling.

5. This proposed well is located in an area for which drilling units (well spacing patterns) have not been established through an order of the Board of Oil, Gas and Mining (the "Board"). In order to avoid the possibility of waste or injury to correlative rights, the operator is requested, once the well has been drilled, completed, and has produced, to analyze geological and engineering data generated therefrom, as well as any similar data from surrounding areas if available. As soon as is practicable after completion of its analysis, and if the analysis suggests an area larger than the quarter-quarter section upon which the well is located is being drained, the operator is requested to seek an appropriate order from the Board establishing drilling and spacing units in conformance with such analysis by filing a Request for Agency Action with the Board.

RECEIVED
VERNAL FIELD OFFICE

2007 APR 19 PM 3:04

Form 3160-3
(September 2001)

UNITED STATES DEPT. OF THE INTERIOR
BUREAU OF LAND MGMT.
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No. 1004-0136
Expires January 31, 2004

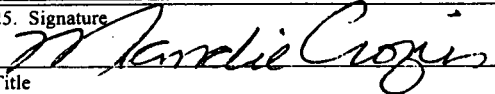
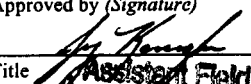
APPLICATION FOR PERMIT TO DRILL OR REENTER

1a. Type of Work: <input checked="" type="checkbox"/> DRILL <input type="checkbox"/> REENTER		5. Lease Serial No. UTU-67549
1b. Type of Well: <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/> Single Zone <input checked="" type="checkbox"/> Multiple Zone		6. If Indian, Allottee or Tribe Name N/A
2. Name of Operator Newfield Production Company		7. If Unit or CA Agreement, Name and No. N/A
3a. Address Route #3 Box 3630, Myton UT 84052	3b. Phone No. (include area code) (435) 646-3721	8. Lease Name and Well No. Federal 15-24-9-18
4. Location of Well (Report location clearly and in accordance with any State requirements. *) At surface SW/SE 858' FSL 1991' FEL At proposed prod. zone		9. API Well No. 43-047-39211
10. Field and Pool, or Exploratory Eight Mile Flat		11. Sec., T., R., M., or Blk. and Survey or Area SW/SE Sec. 24, T9S R18E
12. Distance in miles and direction from nearest town or post office* Approximately 23.0 miles southeast of Myton, Utah		12. County or Parish Uintah
13. State UT		
14. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any) Approx. 462' f/lse, NA f/unit	15. No. of Acres in lease 280.00	16. Spacing Unit dedicated to this well 40 Acres
17. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft. Approx. 2,220'	18. Proposed Depth 13,100'	19. BLM/BIA Bond No. on file UTB000192
20. Elevations (Show whether DF, KDB, RT, GL, etc.) 4881' GL	21. Approximate date work will start* 3rd Quarter 2007	22. Estimated duration Approximately seven (7) days from spud to rig release.

24. Attachments

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No.1, shall be attached to this form:

- | | |
|---|--|
| 1. Well plat certified by a registered surveyor. | 4. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above). |
| 2. A Drilling Plan. | 5. Operator certification. |
| 3. A Surface Use Plan (if the location is on National Forest System Lands, the SUPO shall be filed with the appropriate Forest Service Office). | 6. Such other site specific information and/or plans as may be required by the authorized officer. |

25. Signature 	Name (Printed/Typed) Mandie Crozier	Date 4/13/07
Title Regulatory Specialist		
Approved by (Signature) 	Name (Printed/Typed) Terry Kevuka	Date 10-29-2007
Title Assistant Field Manager Lands & Mineral Resources		
Office VERNAL FIELD OFFICE		

Application approval does not warrant or certify the the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.
Conditions of approval, if any, are attached.

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

*(Instructions on reverse)

RECEIVED

NOV 09 2007

DIV. OF OIL, GAS & MINING

UDDGM

NOTICE OF APPROVAL

CONDITIONS OF APPROVAL ATTACHED



UNITED STATES DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT
VERNAL FIELD OFFICE

170 South 500 East

VERNAL, UT 84078

(435) 781-4400



CONDITIONS OF APPROVAL FOR APPLICATION FOR PERMIT TO DRILL

Company: Newfield Production Company
Well No: Federal 15-24-9-18
API No: 43-047- 39211

Location: SWSE, Sec. 24, T9S, R18E
Lease No: UTU- 67549
Agreement: N/A

Title	Name	Office Phone Number	Cell Phone Number
Petroleum Engineer:	Matt Baker	(435) 781-4490	(435) 828-4470
Petroleum Engineer:	Michael Lee	(435) 781-4432	(435) 828-7875
Petroleum Engineer:	James Ashley	(435) 781-4470	(435) 828-7874
Petroleum Engineer:	Ryan Angus	(435) 781-4430	(435) 828-7368
Supervisory Petroleum Technician:	Jamie Sparger	(435) 781-4502	(435) 828-3913
NRS/Enviro Scientist:	Paul Buhler	(435) 781-4475	(435) 828-4029
NRS/Enviro Scientist:	Karl Wright	(435) 781-4484	
NRS/Enviro Scientist:	Holly Villa	(435) 781-4404	
NRS/Enviro Scientist:	Melissa Hawk	(435) 781-4476	(435) 828-7381
NRS/Enviro Scientist:	Chuck MacDonald	(435) 781-4441	(435) 828-7481
NRS/Enviro Scientist:	Jannice Cutler	(435) 781-3400	
NRS/Enviro Scientist:	Michael Cutler	(435) 781-3401	
NRS/Enviro Scientist:	Anna Figueroa	(435) 781-3407	
NRS/Enviro Scientist:	Verlyn Pindell	(435) 781-3402	
NRS/Enviro Scientist:	Darren Williams	(435) 781-4447	
NRS/Enviro Scientist:	Nathan Packer	(435) 781-3405	

Fax: (435) 781-3420

**A COPY OF THESE CONDITIONS SHALL BE FURNISHED TO YOUR
FIELD REPRESENTATIVE TO INSURE COMPLIANCE**

All lease and/or unit operations are to be conducted in such a manner that full compliance is made with the applicable laws, regulations (43 CFR Part 3160), and this approved Application for Permit to Drill including Surface and Downhole Conditions of Approval. The operator is considered fully responsible for the actions of his subcontractors. A copy of the approved APD must be on location during construction, drilling, and completion operations. **This permit is approved for a two (2) year period, or until lease expiration, whichever occurs first. An additional extension, up to two (2) years, may be applied for by sundry notice prior to expiration.**

NOTIFICATION REQUIREMENTS

Location Construction (Notify Environmental Scientist)	- Forty-Eight (48) hours prior to construction of location and access roads.
Location Completion (Notify Environmental Scientist)	- Prior to moving on the drilling rig.
Spud Notice (Notify Petroleum Engineer)	- Twenty-Four (24) hours prior to spudding the well.
Casing String & Cementing (Notify Supv. Petroleum Tech.)	- Twenty-Four (24) hours prior to running casing and cementing all casing strings.
BOP & Related Equipment Tests (Notify Supv. Petroleum Tech.)	- Twenty-Four (24) hours prior to initiating pressure tests.
First Production Notice (Notify Petroleum Engineer)	- Within Five (5) business days after new well begins or production resumes after well has been off production for more than ninety (90) days.

***SURFACE USE PROGRAM
CONDITIONS OF APPROVAL (COAs)***

Site Specific Conditions of Approval:

- Adhere to Executive Order 5327 of April 15, 1930, stipulations for lands in oil shale withdrawal.
- Lands in this lease have been identified as containing Mountain Plover habitat. Modifications to the Surface Use Plan of Operations will be required in order to protect Mountain Plover habitat from surface disturbing activities in accordance with Section 6 of the lease term, Endangered Species Act, and 43 CFR 3101.1-2.
- Timing Limitations (during construction and drilling) – **May 15 through June 15** – in order to protect Mountain Plover habitat.
- This well is being approved in accordance with Washington Instruction Memorandum 2005-247 and Section 390 (Category 3) of the Energy Policy Act which establishes statutory categorical exclusions (CX) under the National Environmental Policy Act (NEPA). Category 3 states that an oil or gas well can be drilled within a developed field for which an approved land use plan or any environmental document prepared pursuant to NEPA analyzed drilling as a reasonably foreseeable activity, so long as such plan or document was approved within five (5) years prior to the date of spudding the well. This well is covered under the *Final Environmental Impact Statement and Record of Decision Castle Peak and Eightmile Flat Oil and Gas Exploration Project Newfield Rocky Mountains Inc.*, signed August 24, 2005. If the well has not been spudded by August 24, 2010, a new environmental document will have to be prepared prior to the approval of the APD.
- All applicable local, state, and/or federal laws, regulations, and/or statutes will be complied with.
- All traffic related to this action will be restricted to approved routes. Cross-country vehicle travel will not be allowed.
- No vehicle travel, construction or routine maintenance activities shall be performed during periods when the soil is too wet to adequately support vehicles and/or construction equipment. If such equipment creates ruts in excess of three inches deep in a straight line travel path, the soil shall be deemed too wet to adequately support construction equipment.
- The access road will be crowned and ditched. Flat-bladed roads are not allowed.
- If additional erosion occurs during the life of this project, more culverts, low water crossings, berms, wing ditches or etc. will be needed to control the erosion.
- Low-water crossings will be appropriately constructed to avoid sedimentation of drainage ways and other water resources.
- Pipelines will be buried at all major drainage crossings.
- Prevent fill and stock piles from entering drainages.
- The reserve pit will be lined with a 12 ml or greater liner and felt prior to spudding.

- The liner is to be cut 5 feet below ground surface or at the level of the cuttings, whichever is deeper, and the excess liner material is to be disposed of at an authorized disposal site.
- When the reserve pit contains fluids or toxic substances, the operator must ensure animals do not ingest or become entrapped in pit fluids.
- If paleontological materials are uncovered during construction, the operator is to immediately stop work and contact the Authorized Officer (AO). A determination will be made by the AO as to what mitigation may be necessary for the discovered paleontologic material before construction can continue.
- If Uinta Basin hookless cactus or other special status plants are found, construction will cease and the AO will be notified to determine the appropriate mitigation.
- The following seed mix (PLS formula) will be used for interim reclamation:

Indian Ricegrass (<i>Oryzopsis hymenoides</i>)	6 lbs/acre
Galleta Grass (<i>Hilaria jamesii</i>)	6 lbs/acre

- Rates are set for drill seeding; double the rate if broadcasting.
- Reseeding may be required if initial seeding is not successful.

- The operator will be responsible for treatment and control of invasive and noxious weeds. Prior to any treatment on BLM administered lands, a Pesticide Use Proposal will be submitted to the Vernal Field Office for approval.
- The topsoil from the reserve pit shall be stripped and piled separately near the reserve pit. When the reserve pit is closed, it shall be recontoured and the topsoil respread, and the area shall be seeded in the same manner as the location topsoil.
- Once the location is plugged and abandoned, it shall be recontoured to natural topography, topsoil shall be respread, and the entire location shall be seeded with a seed mix recommended by the AO (preferably of native origin). Seed application will follow all guidelines in the interim seed mix bullet statement above. If reclamation seeding should take place using the broadcast method, the seed at a minimum will be walked into the soil with a dozer immediately after the seeding is completed.
- The authorized officer may prohibit surface disturbing activities during severe winter conditions to minimize watershed damage. This limitation does not apply to operation and maintenance of producing wells.
- The authorized officer may prohibit surface disturbing activities during wet or muddy conditions to minimize watershed damage. This limitation does not apply to operation and maintenance of producing wells.
- All well facilities not regulated by OSHA will be painted Carlsbad Canyon.
- All boulders with a length or diameter greater than 3 feet, that are found showing at the surface, will be stockpiled for use during final reclamation.
- Notify the Authorized Officer 48 hours prior to surface disturbing activities.

Surface COAs:

- If there is an active Gilsonite mining operation within 2 miles of the well location, operator shall notify the Gilsonite operator at least 48 hours prior to any blasting during construction.
- If paleontological materials are uncovered during construction, the operator is to immediately stop work and contact the Authorized Officer (AO). A determination will be made by the AO as to what mitigation may be necessary for the discovered paleontologic material before construction can continue.

DOWNHOLE COAs:

SITE SPECIFIC DOWNHOLE COAs:

- The 5M BOPE shall meet all requirements of Onshore Order No.2.
- A formation integrity test shall be performed before drilling more than twenty feet below the casing shoe on the 8 5/8" casing.

All provisions outlined in Onshore Oil & Gas Order #2 Drilling Operations shall be strictly adhered to. The following items are emphasized:

DRILLING/COMPLETION/PRODUCING OPERATING STANDARDS

- The spud date and time shall be reported orally to Vernal Field Office within 24 hours of spudding.
- Notify Vernal Field Office Supervisory Petroleum Engineering Technician at least 24 hours in advance of casing cementing operations and BOPE & casing pressure tests.
- Blowout prevention equipment (BOPE) shall remain in use until the well is completed or abandoned. Closing unit controls shall remain unobstructed and readily accessible at all times. Choke manifolds shall be located outside of the rig substructure.
- All BOPE components shall be inspected daily and those inspections shall be recorded in the daily drilling report. Components shall be operated and tested as required by Onshore Oil & Gas Order No. 2 to insure good mechanical working order. All BOPE pressure tests shall be performed by a test pump with a chart recorder and **NOT** by the rig pumps. Test shall be reported in the driller's log.
- BOP drills shall be initially conducted by each drilling crew within 24 hours of drilling out from under the surface casing and weekly thereafter as specified in Onshore Oil & Gas Order No. 2.
- Casing pressure tests are required before drilling out from under all casing strings set and cemented in place.
- No aggressive/fresh hard-banded drill pipe shall be used within casing.
- **Cement baskets shall not be run on surface casing.**
- The operator must report all shows of water or water-bearing sands to the BLM. If flowing water is encountered it must be sampled, analyzed, and a copy of the analyses submitted to the BLM Vernal Field Office.
- The operator must report encounters of all non oil & gas mineral resources (such as Gilsonite, tar sands, oil shale, trona, etc.) to the Vernal Field Office, in writing, within 5 working days of each encounter. Each report shall include the well name/number, well location, date and depth (from KB or GL) of encounter, vertical footage of the encounter and, the name of the person making the report (along with a telephone number) should the BLM need to obtain additional information.

- A complete set of angular deviation and directional surveys of a directional well will be submitted to the Vernal BLM office engineer within 30 days of the completion of the well.
- Chronologic drilling progress reports shall be filed directly with the BLM, Vernal Field Office on a weekly basis in sundry, letter format or e-mail to the Petroleum Engineers until the well is completed.
- A cement bond log (CBL) will be run from the production casing shoe to the top of cement and shall be utilized to determine the bond quality for the production casing. Submit a field copy of the CBL to this office.
- **Please submit an electronic copy of all other logs run on this well in LAS format to UT_VN_Welllogs@BLM.gov. This submission will supersede the requirement for submittal of paper logs to the BLM.**
- There shall be no deviation from the proposed drilling, completion, and/or workover program as approved. Safe drilling and operating practices must be observed. Any changes in operation must have prior approval from the BLM Vernal Field Office.

OPERATING REQUIREMENT REMINDERS:

- All wells, whether drilling, producing, suspended, or abandoned, shall be identified in accordance with 43 CFR 3162.6. There shall be a sign or marker with the name of the operator, lease serial number, well number, and surveyed description of the well.
- In accordance with 43 CFR 3162.4-3, this well shall be reported on the "Monthly Report of Operations" (Oil and Gas Operations Report ((OGOR)) starting with the month in which operations commence and continue each month until the well is physically plugged and abandoned. This report shall be filed in duplicate, directly with the Minerals Management Service, P.O. Box 17110, Denver, Colorado 80217-0110, or call 1-800-525-7922 (303) 231-3650 for reporting information.
- Should the well be successfully completed for production, the BLM Vernal Field office must be notified when it is placed in a producing status. Such notification will be by written communication and must be received in this office by not later than the fifth business day following the date on which the well is placed on production. The notification shall provide, as a minimum, the following informational items:
 - Operator name, address, and telephone number.
 - Well name and number.
 - Well location (¼¼, Sec., Twn, Rng, and P.M.).
 - Date well was placed in a producing status (date of first production for which royalty will be paid).
 - The nature of the well's production, (i.e., crude oil, or crude oil and casing head gas, or natural gas and entrained liquid hydrocarbons).
 - The Federal or Indian lease prefix and number on which the well is located; otherwise the non-Federal or non-Indian land category, i.e., State or private.
 - Unit agreement and/or participating area name and number, if applicable.
 - Communitization agreement number, if applicable.
- Any venting or flaring of gas shall be done in accordance with Notice to Lessees (NTL) 4A and needs prior approval from the BLM Vernal Field Office.
- All undesirable events (fires, accidents, blowouts, spills, discharges) as specified in NTL 3A will be reported to the BLM, Vernal Field Office. Major events, as defined in NTL3A, shall be reported verbally within 24 hours, followed by a written report within 15 days. "Other than Major Events" will be reported in writing within 15 days. "Minor Events" will be reported on the Monthly Report of Operations and Production.
- Whether the well is completed as a dry hole or as a producer, "Well Completion and Recompletion Report and Log" (BLM Form 3160-4) shall be submitted not later than 30 days after completion of the well or after completion of operations being performed, in accordance with 43 CFR 3162.4-1. Two copies of all logs run, core descriptions, and all other surveys or

data obtained and compiled during the drilling, workover, and/or completion operations, shall be filed on BLM Form 3160-4. Submit with the well completion report a geologic report including, at a minimum, formation tops, and a summary and conclusions. Also include deviation surveys, sample descriptions, strip logs, core data, drill stem test data, and results of production tests if performed. Samples (cuttings, fluid, and/or gas) shall be submitted only when requested by the BLM, Vernal Field Office.

- All off-lease storage, off-lease measurement, or commingling on-lease or off-lease, shall have prior written approval from the BLM Vernal Field Office.
- Oil and gas meters shall be calibrated in place prior to any deliveries. The BLM Vernal Field Office Petroleum Engineers will be provided with a date and time for the initial meter calibration and all future meter proving schedules. A copy of the meter calibration reports shall be submitted to the BLM Vernal Field Office. All measurement facilities will conform to the API standards for liquid hydrocarbons and the AGA standards for natural gas measurement. All measurement points shall be identified as the point of sale or allocation for royalty purposes.
- A schematic facilities diagram as required by Onshore Oil & Gas Order No. 3 shall be submitted to the BLM Vernal Field Office within 30 days of installation or first production, whichever occurs first. All site security regulations as specified in Onshore Oil & Gas Order No. 3 shall be adhered to. All product lines entering and leaving hydrocarbon storage tanks will be effectively sealed in accordance with Onshore Oil & Gas Order No. 3.
- Any additional construction, reconstruction, or alterations of facilities, including roads, gathering lines, batteries, etc., which will result in the disturbance of new ground, shall require the filing of a suitable plan and need prior approval of the BLM Vernal Field Office. Emergency approval may be obtained orally, but such approval does not waive the written report requirement.
- No location shall be constructed or moved, no well shall be plugged, and no drilling or workover equipment shall be removed from a well to be placed in a suspended status without prior approval of the BLM Vernal Field Office. If operations are to be suspended for more than 30 days, prior approval of the BLM Vernal Field Office shall be obtained and notification given before resumption of operations.
- Pursuant to Onshore Oil & Gas Order No. 7, this is authorization for pit disposal of water produced from this well for a period of 90 days from the date of initial production. A permanent disposal method must be approved by this office and in operation prior to the end of this 90-day period. In order to meet this deadline, an application for the proposed permanent disposal method shall be submitted along with any necessary water analyses, as soon as possible, but no later than 45 days after the date of first production. Any method of disposal which has not been approved prior to the end of the authorized 90-day period will be considered as an Incident of Noncompliance and will be grounds for issuing a shut-in order until an acceptable manner for disposing of said water is provided and approved by this office.
- Unless the plugging is to take place immediately upon receipt of oral approval, the Field Office Petroleum Engineers must be notified at least 24 hours in advance of the plugging of the well, in order that a representative may witness plugging operations. If a well is suspended or abandoned, all pits must be fenced immediately until they are backfilled. The "Subsequent Report of Abandonment" (Form BLM 3160-5) must be submitted within 30 days after the actual plugging of the well bore, showing location of plugs, amount of cement in each, and amount of casing left in hole, and the current status of the surface restoration.

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
Budget Bureau No. 1004-0135
Expires: March 31, 1993

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deepen or reentry a different reservoir.
Use "APPLICATION FOR PERMIT -" for such proposals

5. Lease Designation and Serial No.

UTU-67549

6. If Indian, Allottee or Tribe Name

NA

7. If Unit or CA, Agreement Designation

NA

8. Well Name and No.

FEDERAL 15-24-9-18

9. API Well No.

43-047-39211

10. Field and Pool, or Exploratory Area

8 MILE FLAT NORTH

11. County or Parish, State

UINTAH COUNTY, UT.

SUBMIT IN TRIPLICATE

1. Type of Well

☒ Oil Well ☐ Gas Well ☐ Other

2. Name of Operator

NEWFIELD PRODUCTION COMPANY

3. Address and Telephone No.

Rt. 3 Box 3630, Myton Utah, 84052 435-646-3721

4. Location of Well (Footage, Sec., T., R., m., or Survey Description)

858 FSL 1991 FEL SW/SE Section 24, T9S R18E

12. **CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA**

TYPE OF SUBMISSION

☒ Notice of Intent
☐ Subsequent Report
☐ Final Abandonment Notice

TYPE OF ACTION

☐ Abandonment
☐ Recompletion
☐ Plugging Back
☐ Casing Repair
☐ Altering Casing
☒ Other **Permit Extension**

☐ Change of Plans
☐ New Construction
☐ Non-Routine Fracturing
☐ Water Shut-Off
☐ Conversion to Injection
☐ Dispose Water

(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)*

Newfield Production Company requests to extend the Permit to Drill this well for one year. The original approval date was 4/18/07.

This APD is not yet due to expire with the BLM.

Approved by the
Utah Division of
Oil, Gas and Mining

RECEIVED

APR 09 2008

COPY SENT TO OPERATOR

Date:

04-09-08

DIV. OF OIL, GAS & MINING

Date:

4.14.2008

By:

[Signature]

Initials:

KS

14. I hereby certify that the foregoing is true and correct

Signed

[Signature]
Mandie Crozier

Title

Regulatory Specialist

Date

4/7/2008

CC: UTAH DOGM

(This space for Federal or State office use)

Approved by

Title

Date

Conditions of approval, if any:

CC: Utah DOGM

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

**Application for Permit to Drill
Request for Permit Extension
Validation**

(this form should accompany the Sundry Notice requesting permit extension)

API: 43-047-39211
Well Name: Federal 15-24-9-18
Location: SW/SE Section 24, T9S R18E
Company Permit Issued to: Newfield Production Company
Date Original Permit Issued: 4/18/2007

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision.

Following is a checklist of some items related to the application, which should be verified.

If located on private land, has the ownership changed, if so, has the surface agreement been updated? Yes ☐ No ☒ *NA*

Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location? Yes ☐ No ☒

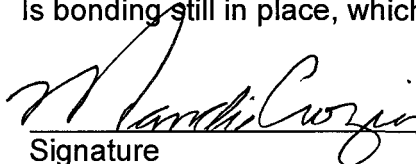
Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well? Yes ☐ No ☒

Have there been any changes to the access route including ownership, or right-of-way, which could affect the proposed location? Yes ☐ No ☒

Has the approved source of water for drilling changed? Yes ☐ No ☒

Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? Yes ☐ No ☒

Is bonding still in place, which covers this proposed well? Yes ☒ No ☐


Signature

4/7/2008

Date

Title: Regulatory Specialist

Representing: Newfield Production Company

DIVISION OF OIL, GAS AND MINING

SPUDDING INFORMATION

Name of Company: Newfield Production Company

Well Name: Federal 15-24-9-18

API No: 43-047-39211 Lease Type: Federal

Section 24 Township 09S Range 18E County Uintah

Drilling Contractor Ross Rig Rig # 21

SPUDDED:

Date 6-25-08

Time 10:00 AM

How Dry

Drilling will Commence: _____

Reported by Don or Ray

Telephone # 435-823-6012 435-823-1990

Date 6-26-08 Signed RM

STATE OF UTAH
DIVISION OF OIL, GAS AND MINING
ENTITY ACTION FORM - FORM 6

OPERATOR: NEWFIELD PRODUCTION COMPANY
ADDRESS: RT. 3 BOX 3630
MYTON, UT 84062

OPERATOR ACCT. NO. N2695

ACTION CODE	CURRENT ENTITY NO.	NEW ENTITY NO.	API NUMBER	WELL NAME	WELL LOCATION					SPUD DATE	EFFECTIVE DATE
					QQ	SC	TP	RG	COUNTY		
A	99999	16937	4304739951	UTE TRIBAL 11-24-4-1	NESW	24	4S	1W	UINTAH	6/20/2008	6/30/08
WELL 1 COMMENTS: GRRV											
A	99999	16938	4304739212	FEDERAL 13-24-9-18	SWSW	24	9S	18E	UINTAH	6/21/2008	6/30/08
MVRD											
A	99999	16939	4304736223	FEDERAL 2-30-8-18	NWNE	30	8S	18E	UINTAH	6/23/2008	6/30/08
GRRV											
A	99999	16940	4304739424	FEDERAL 3-20-9-18	NENW	20	9S	18E	UINTAH	6/25/2008	6/30/08
GRRV											
A	99999	16941	4304739211	FEDERAL 15-24-9-18	SWSE	24	9S	18E	UINTAH	6/25/2008	6/30/08
WELL 5 COMMENTS: MVRD											
A	99999										
WELL 6 COMMENTS:											

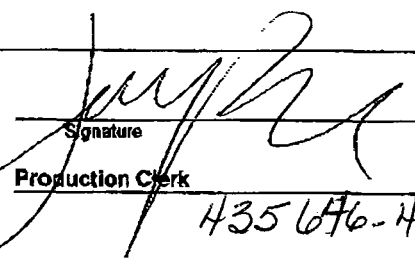
ACTION CODES (See instructions on back of form)

- A - new entity for new well (single well only)
- B - well to existing entity (group or unit well)
- C - from one existing entity to another existing entity
- D - well from one existing entity to a new entity
- E - other (explain in comments section)

NOTE: Use COMMENT section to explain why each Action Code was selected.

RECEIVED
JUN 26 2008

DIV. OF OIL, GAS & MINING

Signature: 
Jentri Park
Production Clerk
Date: 06/26/08
435646-4843

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
Budget Bureau No. 1004-0135
Expires: March 31, 1993

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deepen or reentry a different reservoir.
Use "APPLICATION FOR PERMIT -" for such proposals

5. Lease Designation and Serial No.

UTU-67549

6. If Indian, Allottee or Tribe Name
NA

7. If Unit or CA, Agreement Designation
NA

8. Well Name and No.
FEDERAL 15-24-9-18

9. API Well No.
43-047-39211

10. Field and Pool, or Exploratory Area
8 MILE FLAT NORTH

11. County or Parish, State

UINTAH COUNTY, UT.

SUBMIT IN TRIPLICATE

1. Type of Well

☒ Oil Well ☐ Gas Well ☐ Other

2. Name of Operator

NEWFIELD PRODUCTION COMPANY

3. Address and Telephone No.

Rt. 3 Box 3630, Myton Utah, 84052 435-646-3721

4. Location of Well (Footage, Sec., T., R., m., or Survey Description)

858 FSL 1991 FEL SW/SE Section 24, T9S R18E

12. CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION

☒ Notice of Intent
☐ Subsequent Report
☐ Final Abandonment Notice

TYPE OF ACTION

☐ Abandonment
☐ Recompletion
☐ Plugging Back
☐ Casing Repair
☐ Altering Casing
☒ Other Tight Hole Status

☐ Change of Plans
☐ New Construction
☐ Non-Routine Fracturing
☐ Water Shut-Off
☐ Conversion to Injection
☐ Dispose Water

(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)*

Newfield Production would like to request "Tight Hole Status" for the above mentioned well.

14. I hereby certify that the foregoing is true and correct

Signed

Mandie Crozier
Mandie Crozier

Title

Regulatory Specialist

Date

6/30/2008

CC: UTAH DOGM

(This space for Federal or State office use)

Approved by

Title

Date

Conditions of approval, if any:

CC: Utah DOGM

RECEIVED

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

JUL 01 2008

DIV. OF OIL, GAS & MINING

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

CONFIDENTIAL

FORM APPROVED
OMB No. 1004-0137
Expires: July 31, 2010

SUNDRY NOTICES AND REPORTS ON WELLS
Do not use this form for proposals to drill or to re-enter an
abandoned well. Use Form 3160-3 (APD) for such proposals.

SUBMIT IN TRIPLICATE - Other Instructions on page 2

1. Type of Well

☒ Oil Well ☐ Gas Well ☐ Other

2. Name of Operator

NEWFIELD PRODUCTION COMPANY

3a. Address

Route 3 Box 3630
Myton, UT 84052

3b. Phone

(include area code)

435.646.3721

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

713 FSL 489 FEL

SWSE Section 24 T9S R18E

5. Lease Serial No.

UTU-67549

6. If Indian, Allottee or Tribe Name.

7. If Unit or CA/Agreement, Name and/or

MON BUTTE DEEP

8. Well Name and No.

FEDERAL 15-24-9-18

9. API Well No.

4304739211

10. Field and Pool, or Exploratory Area

MONUMENT BUTTE DEEP

11. County or Parish, State

UINTAH, UT

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other _____
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug & Abandon	<input type="checkbox"/> Temporarily Abandon	Spud Notice _____
	<input type="checkbox"/> Convert to Injector	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	_____

13. Describe Proposed or Completed Operation: (Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplate horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

On 6-25-08 MIRU Ross spud rig #7. Drill 215' of 17 1/2" hole with air mist. TIH W/5 Jt's 13 3/8" J-55 54.50# csgn. Set @ 229.80'KB. On 6-26-08 Cement with 210 sks of Class "G" w/ 2% CaCL+ 1/4# Cello Flake. Mixed @ 15.8 ppg> 1.17 cf/sk yeild. Returned 10 bbls cement to pit.

I hereby certify that the foregoing is true and correct (Printed/ Typed)

Rav Herrera

Signature

Title

Drilling Foreman

Date

07/11/2008

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Title

Date

Office

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious and fraudulent statements or representations as to any matter within its jurisdiction

RECEIVED

(Instructions on page 2)

JUL 17 2008

DIV. OF OIL, GAS & MINING

NEWFIELD PRODUCTION COMPANY - CASING & CEMENT REPORT

8 5/8 CASING SET AT 229.8

LAST CASING 8 5/8" set @ 229.8
 DATUM 27'
 DATUM TO CUT OFF CASING _____
 DATUM TO BRADENHEAD FLANGE _____
 TD DRILLER 215' LOGGER _____
 HOLE SIZE 17 1/2"

OPERATOR Newfield Production Company
 WELL Federal 15-24-9-18
 FIELD/PROSPECT 8 MILE FLAT NORTH
 CONTRACTOR & RIG # Ross # 007

LOG OF CASING STRING:

PIECES	OD	ITEM - MAKE - DESCRIPTION		WT / FT	GRD	THREAD	CONDT	LENGTH	
5	13 3/8"	ST&C csg		54.50#	J-55	8rd	A	203	
		GUIDE shoe				8rd	A	1.8	
CASING INVENTORY BAL.		FEET	JTS	TOTAL LENGTH OF STRING				204.8	
TOTAL LENGTH OF STRING		327.06	5	LESS CUT OFF PIECE				2	
LESS NON CSG. ITEMS		1.85		PLUS DATUM TO T/CUT OFF CSG				27	
PLUS FULL JTS. LEFT OUT		0		CASING SET DEPTH				229.8	
TOTAL		325.21	5	} COMPARE					
TOTAL CSG. DEL. (W/O THRDS)		325.21	5						
TIMING		1ST STAGE							
BEGIN RUN CSG.		Spud	6/25/2008	10:30 AM	GOOD CIRC THRU JOB				YES
CSG. IN HOLE			6/25/2008	8:00 PM	Bbls CMT CIRC TO SURFACE				10
BEGIN CIRC			6/26/2008	7:39 AM	RECIPROCATED PIPE FOR				N/A
BEGIN PUMP CMT			6/26/2008	7:50 AM					
BEGIN DSPL. CMT			6/26/2008	8:05 AM	SHUT WELL IN @				75 PSI
Shut Well In			6/26/2008	8:11 AM					
CEMENT USED		CEMENT COMPANY- B. J.							
STAGE	# SX	CEMENT TYPE & ADDITIVES							
1	210	Class "G" w/ 2% CaCL2 + 1/4#/sk Cello-Flake mixed @ 15.8 ppg 1.17 cf/sk yield							
CENTRALIZER & SCRATCHER PLACEMENT			SHOW MAKE & SPACING						
Centralizers - Middle first, top second & third for 3									

COMPANY REPRESENTATIVE Ray Herrera DATE 5/26/2008

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

CONFIDENTIAL

FORM APPROVED
OMB NO. 1004-0137
Expires: July 31, 2010

WELL COMPLETION OR RECOMPLETION REPORT AND LOG

1a. Type of Well ☐ Oil Well ☒ Gas Well ☐ Dry ☐ Other
b. Type of Completion: ☐ New Well ☒ Work Over ☐ Deepen ☐ Plug Back ☐ Diff. Resvr.,
Other: _____

2. Name of Operator
NEWFIELD EXPLORATION COMPANY

3. Address
1401 17TH ST. SUITE 1000 DENVER, CO 80202

3a. Phone No. (include area code)
(435)646-3721

4. Location of Well (Report location clearly and in accordance with Federal requirements)*

At surface 858' FSL & 1991' FEL (SW/SE) SEC. 24, T9S, R18E

At top prod. interval reported below

At total depth

14. Date Spudded
06/26/2008

15. Date T.D. Reached
09/06/2008

16. Date Completed
☐ D & A ☒ Ready to Prod.

17. Elevations (DF, RKB, RT, GL)*
4881' GL 4893' KB

18. Total Depth: MD 15070'
TVD 15070'

19. Plug Back T.D.: MD 15050'
TVD

20. Depth Bridge Plug Set: MD
TVD

21. Type Electric & Other Mechanical Logs Run (Submit copy of each)

DUAL IND GRD, SP, COMP. DENSITY, COMP. NEUTRON, GR, CALIPER, CMT BOND

22. Was well cored? ☒ No ☐ Yes (Submit analysis)
Was DST run? ☒ No ☐ Yes (Submit report)
Directional Survey? ☒ No ☐ Yes (Submit copy)

23. Casing and Liner Record (Report all strings set in well)

Hole Size	Size/Grade	Wt. (lb/ft)	Top (MD)	Bottom (MD)	Stage Cement Depth	No. of Sks. & Type of Cement	Slurry Vol. (BBL)	Cement Top*	Amount Pulled
12-1/4"	8-5/8" J-55	32#		4007'		52 CLASS G			
7-7/8"	4-1/2" J-55	15.1#		15058'		419 PRIMLITE			
						480 50/50 POZ			

24. Tubing Record

Size	Depth Set (MD)	Packer Depth (MD)	Size	Depth Set (MD)	Packer Depth (MD)	Size	Depth Set (MD)	Packer Depth (MD)
2-3/8"	EOT@12878'	TA @ 15027'						

25. Producing Intervals

Formation	Top	Bottom	Perforated Interval	Size	No. Holes	Perf. Status
A) MVRD			(1) 14,766'-14,941'	.31"	3	525
B)			(2) 14,540'-14,698'	.31"	3	474
C)			(3) 14,248'-14,447'	.31"	3	597
D)			(A1) 13,740'-13,816	.31"	3	228

27. Acid, Fracture, Treatment, Cement Squeeze, etc.

Depth Interval	Amount and Type of Material
14,766'-14,941'	Frac w/ 62234# of 40/70 sand
14,540'-14,698'	Frac w/ 83428# of 40/70 sand
14,248'-14,447'	Frac w/ 80208# of 40/70 sand
13,740'-13,816	Frac w/ 80759# of 40/70 sand

28. Production - Interval A

Date First Produced	Test Date	Hours Tested	Test Production	Oil BBL	Gas MCF	Water BBL	Oil Gravity Corr. API	Gas Gravity	Production Method
10/27/08	11/14/08	24	→	35	796	179			
Choke Size	Tbg. Press. Flwg. SI	Csg. Press.	24 Hr. Rate	Oil BBL	Gas MCF	Water BBL	Gas/Oil Ratio	Well Status	
			→					PRODUCING	

28a. Production - Interval B

Date First Produced	Test Date	Hours Tested	Test Production	Oil BBL	Gas MCF	Water BBL	Oil Gravity Corr. API	Gas Gravity	Production Method
			→						
Choke Size	Tbg. Press. Flwg. SI	Csg. Press.	24 Hr. Rate	Oil BBL	Gas MCF	Water BBL	Gas/Oil Ratio	Well Status	
			→						

*(See instructions and spaces for additional data on page 2)

28b. Production - Interval C

Date First Produced	Test Date	Hours Tested	Test Production	Oil BBL	Gas MCF	Water BBL	Oil Gravity Corr. API	Gas Gravity	Production Method
			→						
Choke Size	T'bg. Press. Flwg. SI	Csg. Press.	24 Hr. Rate	Oil BBL	Gas MCF	Water BBL	Gas/Oil Ratio	Well Status	
			→						

28c. Production - Interval D

Date First Produced	Test Date	Hours Tested	Test Production	Oil BBL	Gas MCF	Water BBL	Oil Gravity Corr. API	Gas Gravity	Production Method
			→						
Choke Size	T'bg. Press. Flwg. SI	Csg. Press.	24 Hr. Rate	Oil BBL	Gas MCF	Water BBL	Gas/Oil Ratio	Well Status	
			→						

29. Disposition of Gas (Solid, used for fuel, vented, etc.)

USED FOR FUEL

30. Summary of Porous Zones (Include Aquifers):

Show all important zones of porosity and contents thereof: Cored intervals and all drill-stem tests, including depth interval tested, cushion used, time tool open, flowing and shut-in pressures and recoveries.

31. Formation (Log) Markers

GEOLOGICAL MARKERS

Formation	Top	Bottom	Descriptions, Contents, etc.	Name	Top
					Meas. Depth
(6)	13394'	13575	Frac w/ 67735# 40/70 sand		
(7)	13261	13240	Frac w/ 77880# 40/70 sand		
(8)	12905	13132	Frac w/ 76003# 40/70 sand		

32. Additional remarks (include plugging procedure):

33. Indicate which items have been attached by placing a check in the appropriate boxes:

- ☐ Electrical/Mechanical Logs (1 full set req'd.)
 ☐ Geologic Report
 ☐ DST Report
 ☒ Directional Survey
- ☐ Sundry Notice for plugging and cement verification
 ☐ Core Analysis
 ☐ Other:

34. I hereby certify that the foregoing and attached information is complete and correct as determined from all available records (see attached instructions)*

Name (please print) Tammi LeeTitle Production ClerkSignature [Signature]Date 4/15/20084/7/08

Title 18 U.S.C. Section 1001 and Title 42 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Continued on page 3)

(Form 3160-4, page 2)

SAR_WASATCH	SAR	5,425	-519	5,425	1/7/2009 Top Wasatch
SAR_TOP_CONTINUOUS_GAS	SAR	10,060	-5,154	10,060	1/7/2009 Top of Continuous Gas
SAR_DARK_CANYON	SAR	9,290	-4,384	9,290	11/13/2008 Top Dark Canyon Alluvial Fan
SAR_DARK_CANYON_SM1	SAR	9,419	-4,513	9,419	1/7/2009 Dark Canyon Shale Marker 1
SAR_KMV	SAR	9,580	-4,674	9,580	1/27/2009 Top KMV Price River
SAR_MIDDLE_PRICE_RIVER	SAR	10,421	-5,515	10,421	1/8/2009 Middle Price River
SAR_BLUE_CASTLE	SAR	10,623	-5,717	10,623	1/7/2009 Top of the Blue Castle
SAR_BASE_BLUE_CASTLE	SAR	10,809	-5,903	10,809	1/7/2009 Base Blue Castle
SAR_LOWER_PRICE_RIVER	SAR	10,992	-6,086	10,992	11/13/2008 Lower Price River
SAR_SEGO	SAR	11,690	-6,784	11,690	1/7/2009 Top Sego
SAR_CASTLEGATE	SAR	11,794	-6,888	11,794	1/7/2009 Top Castlegate
SAR_BASE_CASTLEGATE	SAR	12,064	-7,158	12,064	1/7/2009 Base Castlegate
SAR_DESERT_BHWK	SAR	12,072	-7,166	12,072	1/7/2009 Top of the Desert member of the Blackhawk
SAR_GRASSY_BHWK	SAR	12,187	-7,281	12,187	3/2/2009 Grasssy member of the Blackhawk
SAR_SUNNYSIDE_BHWK	SAR	12,283	-7,377	12,283	11/13/2008 Sunnyside member of the Blackhawk
SAR_KENILWORTH_BHWK	SAR	12,504	-7,598	12,504	1/27/2009 Sunnyside member of the Blackhawk
SAR_ABERDEEN_BHWK	SAR	12,615	-7,709	12,615	1/27/2009 Aberdeen member of the Blackhawk
SAR_SPRING_CANYON_BHWK	SAR	12,732	-7,826	12,732	11/13/2008 Spring Canyon Member of the Blackhawk
SAR_BASE_SC_SHOREFACE	SAR	12,773	-7,867	12,773	1/7/2009 Base Spring Canyon Shoreface Sands
SAR_MANCOS	SAR	12,858	-7,952	12,858	1/7/2009 Top Mancos
SAR_MANCOS_ALPHA	SAR	13,010	-8,104	13,010	2/3/2009 Mancos_Alpha
SAR_MANCOS_BRAVO	SAR	13,125	-8,219	13,125	1/13/2009 Mancos_Bravo
SAR_MANCOS_CHARLIE	SAR	13,183	-8,277	13,183	11/18/2008 Mancos_Charlie
SAR_MANCOS_B	SAR	13,206	-8,300	13,206	1/7/2009 Top Mancos B
SAR_BASE_MANCOS_B	SAR	13,310	-8,404	13,310	1/7/2009 Base Mancos B
SAR_MANCOS_DELTA	SAR	13,312	-8,406	13,312	11/18/2008 Mancos_Delta
SAR_MANCOS_ECHO	SAR	13,548	-8,642	13,548	11/18/2008 Mancos_Echo
SAR_MANCOS_FOXTROT	SAR	13,689	-8,783	13,689	11/18/2008 Mancos_Foxtrot
SAR_MANCOS_GOLF	SAR	13,936	-9,030	13,936	11/18/2008 Mancos_Golf
SAR_MANCOS_HOTEL	SAR	14,252	-9,346	14,252	11/18/2008 Mancos_Hotel
SAR_MANCOS_INDIA	SAR	14,586	-9,680	14,586	11/18/2008 Mancos_India
SAR_MANCOS_JULIET	SAR	14,880	-9,974	14,880	11/18/2008 Mancos_Juliet

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTFORM APPROVED
OMB NO. 1004-0137
Expires: July 31, 2010

WELL COMPLETION OR RECOMPLETION REPORT AND LOG

1a. Type of Well ☐ Oil Well ☒ Gas Well ☐ Dry ☐ Other
b. Type of Completion: ☐ New Well ☐ Work Over ☐ Deepen ☐ Plug Back ☐ Diff. Resvr.,

Other: _____

2. Name of Operator
NEWFIELD EXPLORATION COMPANY3. Address
1401 17TH ST. SUITE 1000 DENVER, CO 802023a. Phone No. (include area code)
(435)646-3721

4. Location of Well (Report location clearly and in accordance with Federal requirements)*

At surface 858' FSL & 1991' FEL (SW/SE) SEC. 24, T9S, R18E

At top prod. interval reported below

At total depth

14. Date Spudded
06/26/200815. Date T.D. Reached
09/06/200816. Date Completed 10/27/2008
☐ D & A ☒ Ready to Prod.17. Elevations (DF, RKB, RT, GL)*
4881' GL 4893' KB18. Total Depth: MD 15070'
TVD 15070'19. Plug Back T.D.: MD 15050'
TVD20. Depth Bridge Plug Set: MD
TVD21. Type Electric & Other Mechanical Logs Run (Submit copy of each)
DUAL IND GRD, SP, COMP. DENSITY, COMP. NEUTRON, GR, CALIPER, CMT BOND22. Was well cored? ☒ No ☐ Yes (Submit analysis)
Was DST run? ☒ No ☐ Yes (Submit report)
Directional Survey? ☒ No ☐ Yes (Submit copy)

23. Casing and Liner Record (Report all strings set in well)

Hole Size	Size/Grade	Wt. (#/ft.)	Top (MD)	Bottom (MD)	Stage Cement Depth	No. of Sks. & Type of Cement	Slurry Vol. (BBL)	Cement Top*	Amount Pulled
12-1/4"	8-5/8" J-55	32#		4007'		52 CLASS G			
7-7/8"	4-1/2" J-55	15.1#		15058'		419 PRIMLITE			
						480 50/50 POZ			

24. Tubing Record

Size	Depth Set (MD)	Packer Depth (MD)	Size	Depth Set (MD)	Packer Depth (MD)	Size	Depth Set (MD)	Packer Depth (MD)
2-3/8"	EOT@12878'	TA @ 15027'						

25. Producing Intervals

Formation	Top	Bottom	Perforated Interval	Size	No. Holes	Perf. Status
A)			(1) 14,766'-14,941'	.31"	3	525
B)			(2) 14,540'-14,698'	.31"	3	474
C)			(3) 14,248'-14,447'	.31"	3	597
D)			(A1) 13,740'-13,816	.31"	3	228

27. Acid, Fracture, Treatment, Cement Squeeze, etc.

Depth Interval	Amount and Type of Material
14,766'-14,941'	Frac w/ 62234# of 40/70 snd
14,540'-14,698'	Frac w/ 83428# of 40/70 snd
14,248'-14,447'	Frac w/ 80208# of 40/70 snd
13,740'-13,816	Frac w/ 80759# of 40/70 snd

28. Production - Interval A

Date First Produced	Test Date	Hours Tested	Test Production	Oil BBL	Gas MCF	Water BBL	Oil Gravity Corr. API	Gas Gravity	Production Method
10/27/08	11/14/08	24	→	35	796	179			
Choke Size	Tbg. Press. Flwg. SI	Csg. Press.	24 Hr. Rate	Oil BBL	Gas MCF	Water BBL	Gas/Oil Ratio	Well Status	
			→					PRODUCING	

28a. Production - Interval B

Date First Produced	Test Date	Hours Tested	Test Production	Oil BBL	Gas MCF	Water BBL	Oil Gravity Corr. API	Gas Gravity	Production Method
			→						
Choke Size	Tbg. Press. Flwg. SI	Csg. Press.	24 Hr. Rate	Oil BBL	Gas MCF	Water BBL	Gas/Oil Ratio	Well Status	
			→						

*(See instructions and spaces for additional data on page 2)

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DIV. OF OIL, GAS & MINING

28b. Production - Interval C

Date First Produced	Test Date	Hours Tested	Test Production	Oil BBL	Gas MCF	Water BBL	Oil Gravity Corr. API	Gas Gravity	Production Method
			→						
Choke Size	Tbg. Press. Flwg. SI	Csg. Press.	24 Hr. Rate	Oil BBL	Gas MCF	Water BBL	Gas/Oil Ratio	Well Status	
			→						

28c. Production - Interval D

Date First Produced	Test Date	Hours Tested	Test Production	Oil BBL	Gas MCF	Water BBL	Oil Gravity Corr. API	Gas Gravity	Production Method
			→						
Choke Size	Tbg. Press. Flwg. SI	Csg. Press.	24 Hr. Rate	Oil BBL	Gas MCF	Water BBL	Gas/Oil Ratio	Well Status	
			→						

29. Disposition of Gas (Solid, used for fuel, vented, etc.)

USED FOR FUEL

30. Summary of Porous Zones (Include Aquifers):

Show all important zones of porosity and contents thereof: Cored intervals and all drill-stem tests, including depth interval tested, cushion used, time tool open, flowing and shut-in pressures and recoveries.

31. Formation (Log) Markers

GEOLOGICAL MARKERS

Formation	Top	Bottom	Descriptions, Contents, etc.	Name	Top
					Meas. Depth
(6)	13394'	13575	Frac w/ 67735# 40/70 sand		
(7)	13261	13240	Frac w/ 77880# 40/70 sand		
(8)	12905	13132	Frac w/ 76003# 40/70 sand		

32. Additional remarks (include plugging procedure):

33. Indicate which items have been attached by placing a check in the appropriate boxes:

- ☐ Electrical/Mechanical Logs (1 full set req'd.)
 ☐ Geologic Report
 ☐ DST Report
 ☒ Directional Survey
☐ Sundry Notice for plugging and cement verification
 ☐ Core Analysis
 ☐ Other:

34. I hereby certify that the foregoing and attached information is complete and correct as determined from all available records (see attached instructions)*

Name (please print) Tammi LeeTitle Production Clerk

Signature

[Handwritten Signature]Date 11/15/2008

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.